

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST



A brief summary of financial proposals filed with and actions by the S.E.C.

Washington, D.C. 20549

(In ordering full text of Releases from SEC Publications Unit cite number)

(Issue No. 69-93)

FOR RELEASE May 15, 1969

MOFFATT, WESCO REVOKED. The SEC today announced a decision under the Securities Exchange Act (Release 34-8607) revoking the broker-dealer registration of Wesley J. Moffatt, doing business as Wesco and Company, Miami, Fla., for violations of the registration and anti-fraud provisions of the Federal securities laws in the offer, sale and purchase of stock of Fastline, Inc., in 1967. Moffatt, who waived a hearing and consented to sanction imposed by the Commission, also was expelled from membership in the NASD and barred from further association with any broker or dealer. He previously had been enjoined from the further sale of Fastline stock in violation of the Securities Act registration provisions. According to the Commission's ~~decision~~ *order*, Moffatt quoted increasing prices for the Fastline stock in the National Daily Quotation Sheets without reasonable inquiry as to the company's financial condition, products, officers and controlling persons; sold Fastline stock short to customers and, pursuant to an arrangement with certain control persons of Fastline, purchased such stock from them to cover the short sales at prices below the current market price and substantially below the short sale prices; ~~and~~ made materially untrue and misleading statements concerning the above activities and Fastline's financial condition, operations, officers and control persons; ~~Moffatt also~~ bid for and purchased Fastline stock while engaged in its distribution, and sold various securities to customers at prices that were not fair or reasonably related to the market price of such securities; ~~In addition, he~~ *and* violated the Commission's net capital and record-keeping rules.

UNITED AUSTRALIAN OIL CITED. The SEC Fort Worth Regional Office announced March 12 (LR-4315) the filing of an Information with the U. S. District Court in Dallas, charging United Australian Oil, Inc., of Dallas, and Hardy Buford Todd of Amarillo, Texas, with criminal contempt of a prior court order enjoining the sale of United Australian Oil stock in violation of the Securities Act registration provisions.

SEC COMPLAINT NAMES TV FOR GOD, OTHERS. The SEC Fort Worth Regional Office announced May 12 (LR-4316) the filing of a complaint in Federal court in Omaha, seeking to enjoin the sale of debentures of Television for God, Inc., in violation of the Securities Act anti-fraud provisions. Named as defendants, in addition to the issuer, were Willis Gene Mouttet, National Investment Finance Service, Inc., and S. K. Biffle, Jr., all of Omaha.

INDICTMENT NAMES R. E. HARVEY. The SEC Fort Worth Regional Office announced May 13 (LR-4317) the return of a Federal court indictment charging R. E. Harvey, of Monroe, La., with violations of the Securities Act anti-fraud provisions in the offer and sale of oil interests.

CENTRAL INDIANA GAS SEEKS ORDER. The SEC has issued an order under the Holding Company Act (Release 35-16372) giving interested persons until June 10 to request a hearing upon a proposal of Central Indiana Gas Company, Inc., Muncie subsidiary of American Natural Gas Company, to sell \$10,000,000 of unsecured promissory notes to a bank. The company will use the net proceeds of its borrowings to retire \$7,500,000 of notes payable to banks maturing June 30, 1969, and to finance, in part, its 1969 construction program estimated at \$4,479,000.

REAL SILK HOSIERY MILLS SEEKS ORDER. The SEC has issued an order under the Investment Company Act (Release IC-5674) giving interested persons until June 6 to request a hearing upon an application of Real Silk Hosiery Mills, Incorporated, Illinois non-diversified closed-end management investment company, for an order declaring that it has ceased to be an investment company as defined in the Act. In December 1968, the company (then an Illinois corporation) was merged with and into a newly organized company of the same name incorporated in Indiana. The Illinois company represents that its separate existence as an investment company terminated upon said merger and that the Indiana corporation as the surviving corporation became vested with all the property, assets and business of the Illinois corporation.

COMPUTER DEDUCTIONS FILES OFFERING PROPOSAL. Computer Deductions, Inc., 1776 Broadway, New York, N. Y. 10019, filed a registration statement (File 2-33022) with the SEC on May 13 seeking registration of 150,000 shares of common stock, to be offered for public sale at \$5 per share. The offering is to be made through underwriters headed by A. J. Butler & Co., 50 Broadway, New York, N. Y. 10004, which will receive a commission of 50¢ per share plus \$12,500 for expenses. Partners and employees of the Butler firm will be entitled to purchase 15,000 shares at 5¢ per share; these shares may not be resold for one year.

Organized in December, the company in January acquired all of the shares of Computer Decisions, a New Jersey corporation organized in September 1967 which commenced business in February 1968. The company and its subsidiary are engaged in "professional service data processing." Of the net proceeds of its stock sale, the company will apply \$49,500 to the payment of debentures, \$150,000 to the recruitment, employment and training of six professional and technical staff members and two sales and marketing personnel, \$200,000 to the design, development and marketing of a proprietary computer system, \$100,000 to the establishment of offices in Norfolk, Va., and Washington, D. C., depending upon the success of the company in procuring contracts in these locations, and the balance for working capital and other corporate purposes. The company

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now has outstanding 240,000 common shares (with a book value of 14¢ per share) and an additional 10,000 may be issued upon conversion of debentures. Purchasers of the shares being registered will acquire a 37.5% stock interest in the company for their investment of \$750,000, or \$5 per share; 225,000 shares, or 56.25%, were issued for the stock of Computer Decisions, for which the founders of the company had paid \$4,000.

HOVSONS FILES FOR OFFERING AND SECONDARY. Hovsons, Inc., 1433 Hooper Ave., Toms River, N. J. 08753, filed a registration statement (File 2-33027) with the SEC on May 13 seeking registration of 410,000 shares of common stock, of which 273,000 are to be offered for public sale by the company and 137,000 (being outstanding shares) by the present holder thereof. The offering is to be made through underwriters headed by Blair & Co., Inc., 20 Broad St., New York, N. Y.; the offering price (\$13 per share maximum*) and underwriting terms are to be supplied by amendment. The company has agreed to sell the Blair firm \$50,000 principal amount of non-transferable 5% convertible notes, due 1974, convertible into 20,000 common shares at the public offering price, payable by cancellation of \$2.50 of notes and by payment of cash equal to the difference between such offering price and \$2.50. The company has also agreed to pay \$30,000 to David Engelson, a director of the company, in consideration for his services as a finder.

The company is engaged in the planning, developing, marketing and building of single and multi-family homes in retirement communities. Net proceeds of its sale of additional stock will be used primarily for the purchase of land and development of existing and planned construction projects; the balance will be added to the company's working capital and used for general corporate purposes. The company has outstanding 1,227,000 common shares, all owned by Hirair Hovnanian, president and board chairman. He proposes to sell the 137,000 shares being registered.

MIDWEST PACKAGING TO SELL STOCK. Midwest Packaging Corporation, 1401 Thomas Beck Road, Des Moines, Iowa 50315, filed a registration statement (File 2-33026) with the SEC on May 13 seeking registration of 200,000 shares of common stock, to be offered for public sale through underwriters headed by R. G. Dickinson & Co., 910 Grand Ave., Des Moines, Iowa 50309. The offering price (\$7 per share maximum*) and underwriting terms are to be supplied by amendment.

The company is engaged in the manufacture, sale and distribution of custom-made packaging for industrial and agriculturally oriented companies. Net proceeds of its stock sale will be added to the company's general funds and used for general corporate purposes, including the acquisition of one or more businesses. In addition to preferred stock, the company has outstanding 559,894 common shares, of which Harry Pomerantz, president, owns 89.32%.

UNIVERSITY CONCEPTS TO SELL STOCK. University Concepts, Inc., 25 Broadway, New York, N. Y. 10004, filed a registration statement (File 2-33028) with the SEC on May 13 seeking registration of 165,000 shares of common stock, to be offered for public sale at \$3 per share. No underwriting is involved.

Organized under Delaware law in March 1969, the company intends to engage in establishing, developing and operating new business ventures primarily, but not solely, in computer and education-oriented services and in manufacturing industries of a scientific or technological nature. Net proceeds of its stock sale will be added to the company's working capital and used for general corporate purposes. The company has outstanding 270,000 common shares (with a 5¢ per share book value), of which The Heritage Corporation of New York owns 77.77%. Martin Globus, president of the company, is board chairman and a controlling stockholder and Fred W. Pollman, a director of the company, is president and a controlling stockholder of Heritage. Purchasers of the shares being registered will acquire a 37.93% stock interest in the company for their investment of \$495,000 (they will sustain an immediate dilution of \$1.884 in the per share book value from the offering price). The present holders will then own 62.07%, for which the company received \$13,500 or 5¢ per share.

MARTIN KAYE DISTRIBUTORS TO SELL STOCK. Martin Kaye Distributors, Inc., 106 Lexington Ave., New York, N. Y., filed a registration statement (File 2-33029) with the SEC on May 14 seeking registration of 100,000 shares of common stock, to be offered for public sale at \$4 per share. The offering is to be made on an all or none, best efforts basis through Resch--Cassin & Co., Inc., 35 South William St., New York, N. Y., which will receive a 40¢ per share selling commission plus \$10,000 for expenses. The company has agreed to sell the underwriter, for \$100, six-year warrants to purchase 10,000 shares, exercisable after 13 months at \$4 per share.

Organized under New York law in March 1968, the company is engaged in the development, marketing, sales and distribution of perfumes and toiletries, a substantial part of which is ultimately distributed and sold in the premium and gift fields. Net proceeds of its stock sale will be added to the company's working capital and used for general corporate purposes. The company has outstanding 120,000 common shares, of which Bernard King, president, owns 83.33%. Purchasers of the shares being registered will acquire a 45.45% stock interest in the company for their investment of \$400,000; the present stockholders then will own 54.55% (with a current equity of \$20,238).

WARD CUT-RATE DRUG TO SELL STOCK. Ward Cut-Rate Drug Company, 10797 Harry Hines Blvd., Dallas, Tex., filed a registration statement (File 2-33032) with the SEC on May 14 seeking registration of 800,000 shares of common stock, to be offered for public sale through underwriters headed by Cogan, Berlind, Weill & Levitt, Inc., 55 Broad St., New York, N. Y. 10004, and Russ & Company, Incorporated, 1600 Alamo National Building, San Antonio, Tex. 78205. The offering price (\$15 per share maximum*) and underwriting terms are to be supplied by amendment. Subject to completion of this offering, the company has agreed to deliver to the Cogan and Russ firms five-year warrants to purchase 80,000 shares.

The company operates a chain of 34 retail drug and general merchandise stores and two retail liquor stores in the Dallas-Fort Worth and Austin, Texas areas. Net proceeds of its stock sale will be used to prepay the major portion of the \$10,250,000 short-term loan from Mading-Dugan Drug Company, made in connection with the company's acquisition of Ward Drug Company and an option to purchase Wards Liquors, Inc. In addition to indebtedness and preferred stock, the company has outstanding 1,504,266 common shares (with a \$3.83 per share book value), of which Mading-Dugan Drug Stores, Inc. (wholly-owned subsidiary of Contran Corporation) owns 60.99% and Contran 35.45%. Contran is a 61% subsidiary of Mading-Dugan Drug Company. A.J. Weinberger is board chairman and Milton M. Weinberger president.

MUTUAL VARIABLE ACCOUNT RECEIVES ORDER. The SEC has issued an order under the Investment Company Act (Release IC-5678) exempting Mutual Variable Contract Account ("MVCA") Omaha, from all provisions of the Act. Mutual of Omaha Insurance Company established MVCA as a separate account to sell variable annuity contracts in Canada to Canadian residents, corporations, trusts or any other legal entities operating in Canada. Since MVCA will be subject to the Canadian Foreign Insurance Companies Act, the Superintendent of Insurance of Canada has indicated that he believes the interests of Canadian residents affected thereby will be adequately protected by the applicable provisions of Canadian law.

DELISTINGS GRANTED. The SEC has issued orders under the Securities Exchange Act (Release 34-8610) granting applications of the Philadelphia-Baltimore-Washington Stock Exchange to strike from listing and registration the 5% income bonds (due 2862) of the Elmira and Williamsport Railroad Company and the 6% common stock of West Jersey and Seashore Railroad Company, effective at the opening of business May 15, 1969. According to the applications, these securities have not been traded on the Exchange for the past three years and there is an inadequate distribution of the securities to warrant continued listing.

TRADING SUSPENSION CONTINUED. The SEC has suspended over-the-counter trading in the securities of United Australian Oil, Inc., for the further ten-day period May 16-25, 1969 inclusive.

RECENT FORM 8-K FILINGS. The companies listed below have filed Form 8-K reports for the month indicated and responding to the item of the Form specified in parentheses. Photocopies thereof may be purchased from the Commission's Public Reference Section (please give News Digest "Issue No." in ordering). Invoice will be included with the requested material when mailed. An index of the captions of the several items of the form was included in the May 9 News Digest.

Commercial Credit Co Oct. 1968 (12) 1-1969-2	Glen Glenn Sound Co Feb. 1969 (7,9) 2-30600-2
Comptran Computer Corp Oct. 1968(11) 2-28464-2	Schott Industries, Inc Jan. 1969 (7) 2-30479-2
Jan. 1969(9) 2-28464-2	
Daniel Starch & Staff Inc Feb, 1969(2,4,7,8,9,12) 2-30515-2	Equi Data, Inc Dec. 1968 (7) 2-29891-2
Financiera Metropolitana S.A. Jan. 1969 (7) 2-29641-2	Pike's Peak Turf Club, Inc Jan. 1969 (7) 2-29216-2
Gulfstream Land& Devel. Corp Jan 1969 (7) 2-29825-2	University Computing Co Dec. 1968(2,7,8,13) 0-2170-2
Gorin's Inc Jan. 1969 (12) 2-30239-2	Armin Poly Film Corp Dec. 1968 (7,9) 2-29809-2
The Interrepublic Group of Co's Jan 1969 (7,8) 2-30151-2	Colorado Instruments, Inc Nov. 1968 (7,9) 2-30045-2
Jerrico Inc Jan. 1969 (7) 2-30376-2	
Micromation Systems, Inc Dec. 1968 (7,12,13) 2-29237-2	
Twin Americas Agricultural & Industrial Developers, Inc Feb. 1969 (12) 2-28197-2	

SECURITIES ACT REGISTRATIONS. Effective May 13: The Duplan Corporation, 2-32325 (40 days); Empire Financial Corporation, 2-32703 (40 days); Kentucky Utilities Company, 2-32602; R.J. Reynolds Tobacco Company, 2-31844 (June 22). Effective May 14: Acme General Corporation, 2-32991 (Aug. 12); Atlantic Industries, Inc., 2-31028 (90 days); Bavarian Alpine Inns, Inc., 2-31350 (90 days); Kate Greenaway Industries, Inc., 2-31538 (90 days); Hammermill Paper Company, 2-32794; Hanover Planning Company, Inc., 2-32463 (90 days); Hathaway Instruments, Inc., 2-31734 (Aug. 13); Information Systems Corporation, 2-31914 (90 days); Ionics, Incorporated, 2-32607; Mid-Continental Realty Corporation, 2-32115 (Aug. 12); Midwestern Financial Corporation of Ohio, 2-31085 (90 days); OKC Corp., 2-32039 (40 days); Pancho's Mexican Buffet, Inc., 2-32378 (90 days); Ransburg Electro-Coating Corp. 2-32739 (40 days); Republic Mobile Homes Corporation, 2-32076 (Aug. 13); Henry Rosenfeld Industries, Inc., 2-31390 (90 days); Sierra Research Corporation, 2-32431 (Aug. 13).

NOTE TO DEALERS. The period of time dealers are required to use the prospectus in trading transactions is shown above in parentheses after the name of the issuer.

*As estimated for purposes of computing the registration fee.