

# sec news digest

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U.S. SECURITIES AND  
EXCHANGE COMMISSION

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## COMMISSION ANNOUNCEMENTS

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### COMMISSION RELEASES BUDGET

The Commission today released its budget estimate for fiscal 1989.

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## CIVIL PROCEEDINGS

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### PERMANENT INJUNCTION ENTERED AGAINST GARY C. ARMES

The Commission filed on February 23 a civil action for injunctive and other equitable relief against Gary C. Armes, alleging that he violated Section 10(b) of the Securities Exchange Act of 1934 and Rules 10b-5 and 13b2-1 and that he aided and abetted violations of Sections 13(a) and 13(b)(2) of the Exchange Act and Rules 12b-20, 13a-1, and 13a-13. Without admitting or denying the allegations in the Complaint, Armes consented to a final judgment.

The Complaint alleges that, beginning in or about 1983, Armes, who was Controller of the savings and loan subsidiary of First Columbia Financial Corporation, of Englewood, Colorado, made or directed his subordinates to make certain fabricated entries in the savings and loan's books and records and that, beginning in 1984, Armes used or directed his subordinates to use excessive accrual periods to calculate interest income. Armes is also alleged to have provided false information and worksheets to First Columbia's independent auditors during the 1983 and 1984 year-end audits, with the effect of preventing the auditors from discovering the overstatements of income. (SEC v. Gary C. Armes, USDC DC, Civil Action No. 88-0466). (LR-11671; AAER-181)

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## INVESTMENT COMPANY ACT RELEASES

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### MASSMUTUAL LIQUID ASSETS TRUST

A notice has been issued giving interested persons until March 14 to request a hearing on an application filed by MassMutual Liquid Assets Trust and MML Investors Services, Inc. for an order approving certain proposed offers of exchange of shares on a basis other than their respective net asset value per share at the time of exchange. (Rel. IC-16281 - Feb. 22)

### HARTFORD LIFE INSURANCE COMPANY

A notice has been issued giving interested persons until March 17 to request a hearing on an application by Hartford Life Insurance Company, et al., for an order exempting from Section 17(a) of the Investment Company Act, to the extent necessary, the proposed transfer of four separate accounts of Hartford Variable Life Insurance Company (HVA) to a similar separate account of its parent, Hartford Life Insurance Company, and the transfer of another separate account of HVA directly to Hartford Life Insurance Company. (Rel. IC-16282 - Feb. 22)

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## HOLDING COMPANY ACT RELEASES

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### MIDDLE SOUTH UTILITIES, INC.

An order has been issued authorizing Middle South Utilities, Inc., a registered holding company, to guarantee the performance of obligations of System Energy Resources, Inc., its subsidiary, under a restated and amended fuel lease, and to consent to the assignment of the lessor's rights under such guarantee to banks, which have committed up to \$165 million to the lessor to finance the purchase of nuclear fuel. (Rel. 35-24582 - Feb. 19)

### SYSTEM ENERGY RESOURCES, INC.

An order has been issued authorizing System Energy Resources, Inc., subsidiary of Middle South Utilities, Inc., to provide for continued funding for its nuclear fuel leasing arrangements. (Rel. 35-24583 - Feb. 19)

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## LISTING, DELISTING AND UNLISTED TRADING ACTIONS

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### WITHDRAWALS SOUGHT

Notices have been issued giving interested persons until March 11 to comment on the applications of the following companies to withdraw the specified securities from listing and registration on the American Stock Exchange: TRANSTECHNOLOGY CORPORATION, common stock, \$.01 par value. (Rel. 34-25375); and USACAFES, L.P., units representing limited partners' interests. (Rel. 34-25376)

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## SELF-REGULATORY ORGANIZATIONS

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### NOTICE OF PROPOSED RULE CHANGES

The National Association of Securities Dealers filed the following proposed rule changes under Rule 19b-4: (SR-NASD-87-50) to establish an additional limited category of registration for individuals that transact business in corporate and certain other securities and to require the passage of a Series 62 qualification exam for those individuals. (Rel. 34-25377); and (SR-NASD-87-42) that would amend Article V, Part A of its Code of Procedure. Part A sets forth procedures the NASD must follow when it imposes limitations, under Article III, Section 38 of the NASD's Rules of Fair Practice, on member firms who are in, or approaching, financial difficulty. The amendments change the composition of the NASD's District Surveillance Committees (DSCs) (the committees given authority to impose business limitations) from five-member committees to committees composed of at least five members. The amendments also remove the requirement that the DSCs have members who are affiliated with other NASD surveillance committees. In addition, the amendments require that a member whose business has been limited by a DSC, and whom the DSC has determined has failed to comply with those limitations, be given notice and a right to be heard prior to the imposition of sanctions for failure to comply with those limitations. (Rel. 34-25378)

Publication of the proposals are expected to be made in the Federal Register during the week of February 22 and 29, respectively.

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## SECURITIES ACT REGISTRATIONS

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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.

F-1 HAM TAI ELECTRONICS INC, CITEC BLDG WICKHAMS CAY, PO BOX 662 ROAD TOWN, TORTOLA BRITISH VIRGIN ISLANDS, X6 (809) 494-2217 - 172,500,000 (\$6,900,000) FOREIGN COMMON STOCK. 15,000,000 (\$150) WARRANTS, OPTIONS OR RIGHTS. 15,000,000 (\$720,000) FOREIGN COMMON STOCK. 22,500,000 (\$900,000) FOREIGN COMMON STOCK. UNDERWRITER: BLINDER FORINSON & CO INC. (FILE 33-20120 - FEB. 12) (BR. 10 - NEW ISSUE)

- S-3 CLEVELAND ELECTRIC ILLUMINATING CO, 55 PUBLIC SQ, PO BOX 5000, (CLEVELAND), OH 44131 (216) 672-9800 - 880,000,000 (\$880,000,000) STRAIGHT BONDS. (FILE 33-20129 - FEB. 12) (BR. 8)
- S-1 INTERNATIONAL JOJOBA INC, 2211 N 56TH ST, MESA, AZ 85205 (602) 872-0787 - 7,713,820 (\$7,713,839) COMMON STOCK. 1,571,001 (\$1,571,007) COMMON STOCK. 9,284,945 (\$1,856,860.20) COMMON STOCK. 1,430,308 (\$858,784.80) COMMON STOCK. (FILE 33-20129 - FEB. 12) (BR. 3 - NEW ISSUE)
- S-2 TFXFI INDUSTRIES INC, 400 ENGLISH RD, ROCKY MOUNT, NC 27804 (919) 443-5001 - 1,150,000 (\$1,500,000) PREFERRED STOCK. (FILE 33-20131 - FEB. 12) (BR. 8)
- S-8 WARNER COMMUNICATIONS INC, 75 ROCKEFELLER PLZ, NEW YORK, NY 10019 (212) 484-3000 - 25,000,000 (\$25,000,000) OTHER SECURITIES INCLUDING VOTING TRUST. (FILE 33-20133 - FEB. 12) (BR. 11)
- S-8 FEDERAL EXPRESS CORP, 2005 CORPORATE AVE, MEMPHIS, TN 38132 (901) 260-3500 - 1,500,000 (\$59,343,750) COMMON STOCK. (FILE 33-20138 - FEB. 12) (BR. 4)
- S-8 TRUSTCOMPANY BANK CORPORATION, 35 JOURNAL SQ, JERSEY CITY, NJ 07305 (201) 420-2500 - 211,500 (\$19,246,500) COMMON STOCK. (FILE 33-20139 - FEB. 12) (BR. 1)
- S-1 CABLE SYSTEMS USA ASSOCIATES, RD 1 BOX 600, TIOGSTA, PA 16353 (814) 755-2613 - 25,000,000 (\$25,000,000) STRAIGHT BONDS. (FILE 33-20141 - FEB. 12) (BR. 7 - NEW ISSUE)
- S-11 OLYMPIC TAX EXEMPT REALTY INCOME FUND LIMITED PARTNERSHIP, AMERICAN EXPRESS TRFR, WORLD FINANCIAL CTR, NEW YORK, NY 10285 - 20,000,000 (\$200,000,000) LIMITED PARTNERSHIP CERTIFICATE. UNDERWRITER: SHEARSON LEHMAN HUTTON INC. (FILE 33-20143 - FEB. 12) (BR. 12 - NEW ISSUE)

## ACQUISITIONS OF SECURITIES

Companies and individuals must report to the Commission within ten days on Schedule 13D if after the acquisition of equity securities of a public company their beneficial interest therein exceeds five percent. Persons eligible to use the short form (Schedule 13G) may in lieu of filing a Schedule 13D file a Schedule 13G within 45 days after the end of the calendar year in which the person became subject to Section 13(d)(1). Companies and individuals making a tender offer must have on file at the time the tender offer commences a Schedule 14D-1.

Below is a list of recent filings of Schedules 13D and 14D, which includes the following information: Column 1 - the company purchased (top), and the name of the purchaser; Column 2 - the type of security purchased; Column 3 - the type of form filed; Column 4 - the date the transaction occurred; Column 5 - the current number of shares (in 000's) owned (top) and the current percent owned; Column 6 - the CUSIP number (top) and the prior percent owned; and Column 7 - the status of the filing, i.e., new, update or revision.

NAME AND CLASS OF STOCK/OWNER	FORM	EVENT DATE	SHRS (000)/% OWNED	CUSIP/ PRIOR%	FILING STATUS
ADAMS MILLIS CORP SARA LEE CORP	COM 13D	2/ 8/88	1,573 33.5	00628410 0.0	NEW
AMCAST INDL CORP CHASE US INVMNTS ET AL	COM 13D	2/12/88	372 5.1	02339510 9.8	UPDATE
BARRYS JEWELERS INC NEW BURMAN TERRY L ET AL	COM 13D	12/ 9/87	399 10.1	06889110 0.0	NEW
CARTER WILLIAM CO CARTER WILLIAM H II	COM 13D	2/16/88	1,022 61.4	14630310 54.1	UPDATE
COMCAST CABLEVISION OF MD COMCAST CABLE OF MD INC	LTD PARTRSHP 14D-1	INT 2/18/88	1 98.0	20028699 96.9	UPDATE
DATA I O CORP GLADSTONE BRUCE	COM 13D	12/16/87	458 4.5	23769010 0.0	NEW

## ACQUISITIONS REPORTS CONT.

DIGITAL DIAGNOSTIC SYS INC	COM			145	25390610	
LINC VENTURE LEASE PARTNERS	13D	12/31/87		6.1	0.0	NEW
DRAVO CORP	COM			992	26147110	
DRILLBIT PARTNERS ET AL	13D	2/17/88		6.8	6.3	UPDATE
EMPIRE DRP INC	COM			612	29201610	
SHERWOOD CAPITAL INC	13D	1/ 9/88		6.9	6.9	UPDATE
FINALCO GROUP INC	COM			2,888	31734710	
FINALCO LTD PRTNShP	13D	2/ 9/88		54.0	54.0	UPDATE
FIRST FRANKLIN CORP	COM			36	32027210	
SIEMERS THOMAS H	13D	1/25/88		5.7	0.0	NEW
FIRST WORLD CHEESE INC	COM			1,470	33759610	
WOLF CARL T	13D	2/ 8/88		57.1	0.0	NEW
FLOW GEN INC	COM			716	34346510	
FRANKEL G DAVID	13D	1/ 7/88		8.1	6.8	UPDATE
HEICO CORP	COM			137	42280510	
MENDELSON LAURANS A ET AL	13D	2/17/88		6.5	4.9	UPDATE
INFORMIX CORP	COM			591	45677910	
BROWN MICHAEL J	13D	2/ 8/88		6.9	0.0	NEW
INFORMIX CORP	COM			590	45677910	
CALLEGARI MARK P	13D	2/ 8/88		6.9	0.0	NEW
INTERCARE INC	COM			694	45892710	
SHERWOOD CAPITAL INC	13D	1/ 9/88		12.8	9.9	UPDATE
INVESTMENT TECHNOLOGIES INC	COM			8,613	46144910	
SHERWOOD CAPITAL INC	13D	1/ 9/88		24.8	28.2	UPDATE
NACCO INDS INC	CL A			412	62957910	
CENRD CORPORATION ET AL	13D	2/10/88		4.6	0.0	NEW
ODETICS INC DEL	CL B			78	67606510	
GUDMUNDSON CRANDALL L	13D	12/15/84		6.4	0.0	NEW
ODETICS INC DEL	CL B			70	67606510	
WELCH JAMES P	13D	12/15/84		5.8	0.0	NEW
POSTAL INSTANT PRESS DEL	COM			753	73751610	
KANE-MILLER CORP ET AL	13D	2/16/88		18.0	18.0	UPDATE
PROVIDENT BANKSHARES CORP	COM			273	74385910	
COUNTY SAVINGS BANK	13D	2/10/88		5.1	0.0	NEW
ROCHESTER & PITTSBURGH COAL	COM			683	77133310	
ISELIN D DONNELL II	13D	11/11/87		23.9	21.7	UPDATE
SCUDDER NEW ASIA FD INC	COM			664	81118310	
SWISS BANK CORP	13D	2/ 5/88		9.5	11.8	UPDATE
SPECTRUM DIGITAL CORP	COM			0	84761710	
SORDS GEORGE ET AL	13D	12/15/87		0.0	N/A	UPDATE
SPENDTHRIFT FARM INC	COM			4,500	84832510	
COMBS LESLIE II	13D	2/ 9/88		32.0	33.4	UPDATE
SUSQUEHANNA CORP	COM			1	86910410	
S A FINANCIERE ETERNIT	13D	2/18/88		100.0	100.0	UPDATE
SYBRA INC	COM			2,232	87113610	
SIMMONS HAROLD C ET AL	13D	2/ 9/88		82.7	81.5	UPDATE