

sec news digest

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ADMINISTRATIVE PROCEEDINGS U.S. SECURITIES AND EXCHANGE COMMISSION

DON A. LONG BARRED

The Commission has barred Don A. Long of Fort Worth, Texas, from association with any investment adviser. Long was chief executive officer of Galaxy Investment Advisory Service, Inc., formerly a registered investment adviser.

Long was found to have violated antifraud provisions in connection with funds invested by his clients in investment clubs that Long organized. Long invested the funds in a manner contrary to the clubs' stated investment objectives, subjected such funds to considerable risk, and placed himself in a position to derive personal profit from the transactions in which he engaged. He also violated registration, recordkeeping and reporting provisions of the securities acts.

In determining that Long should be barred the Commission stated: "It is well established that an investment adviser is a fiduciary whose actions must be governed by the highest standards of conduct. Long's actions demonstrate a callous disregard for those standards." (Rel. IA-779)

WILLIAM GEORGE CARRINGTON 3d CITED

The Commission has simultaneously instituted and settled administrative proceedings against William George Carrington 3d, a registered representative and general securities principal, of Jersey City, New Jersey. The Commission accepted an Offer of Settlement from Carrington in which he admits being permanently enjoined from violations of the securities laws and neither admits nor denies the Commission's findings that he embezzled customer funds.

Based upon the Order for Proceedings and the Offer of Settlement, the Commission found that Carrington 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. The Commission ordered that Carrington be barred from association with any broker-dealer, investment adviser, investment company or municipal securities dealer provided that after a period of five years he may reapply to the Commission to become associated in a non-principal, non-supervisory, non-managerial position upon a showing that he will be adequately supervised. (Rel. 34-18154)

COMMISSION ANNOUNCEMENTS

JOHN J. HUBER APPOINTED DEPUTY DIRECTOR

John J. Huber has been named Deputy Director of the Division of Corporation Finance. Mr. Huber joined the Commission's staff in January 1975 and for the last year has served as Deputy Associate Director (Legal) in the Division of Corporation Finance. In 1978, he received the Manual F. Cohen Award for the Commission's most outstanding young lawyer. Mr. Huber graduated from the University of Wisconsin Law School in 1974 and received a Master of Law degree in Taxation from Georgetown University Law Center in 1978. He replaces Lee B. Spencer, Jr., who recently was appointed Director of the Division of Corporation Finance.

FILES ON CORPORATE PAYMENTS MADE PUBLIC

The Commission, pursuant to requests under the Freedom of Information Act (FOIA), has made available to the public certain previously non-public files in its possession relating to questionable corporate payments. Files concerning the following corporations will be made available beginning today (information in parentheses are the FOIA exemptions used to withhold certain material in the files): Emersons Ltd. (5 USC 552(b)(4), (b)(5), (b)(6), and (b)(7)(C)); and Tenneco Inc. (5 USC 552(b)(5) and (b)(7)(C)). These files, and others made available previously, may be inspected at the Commission's Public Reference Room, Room 6101, 1100 L Street, N.W., Washington, D.C., between the hours of 9 a.m. and 5 p.m. Persons wishing further information may call the Public Reference Room at (202) 523-5506.

TOTAL OFFERINGS IN AUGUST 1981 LOWEST SINCE EARLY 1977; NEW STOCK OFFERINGS REMAIN AHEAD OF EARLIER PACE

Total securities offerings by business in August of 1981 amounted to \$2.8 billion, the lowest figure for a single month since February of 1977's \$2.7 billion of offerings. The decline is the second consecutive monthly fall since June's record-high total of \$10.6 billion of securities offerings. Offerings in July totaled \$3.9 billion. As in July, the decline in offering activity is largely attributable to a reduction in public offerings registered with the Commission (\$9.4 billion in June, \$3.4 billion in July, and \$2.2 billion in August), and falling debt offerings (\$4,649 million in June, \$1,760 million in July, and \$867 million in August).

Common stock offerings by seasoned and unseasoned issuers, while lower recently, are still running ahead of year earlier rates.

Information compiled by the Commission's Division of Corporation Finance on filing activity is also indicative of continuing new issuer activity. Filings, made in anticipation of securities offerings, on behalf of new issuers (for all types of securities) have numbered 1,270 (32 percent) of the 3,927 filings made in the first 11 months (ending August 31) of fiscal year 1981. In fiscal year 1980, filings of new issuers accounted for 706 (22 percent) of the 3,147 total filings. On a monthly average basis, total filings thus far in fiscal year 1981 have averaged 357, an increase of 95 filings (36 percent) from fiscal year 1980's monthly average of 262 filings. Filings by new issuers have averaged 115 per month through August of fiscal year 1981, an increase of 56 filings (95 percent) from fiscal year 1980's monthly average of 59 new issuer filings.

Offering and registration information is reported in the Commission's Monthly Statistical Review.

FOR FURTHER INFORMATION CONTACT: William C. Dale at (202) 523-5629

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

UNLISTED TRADING SOUGHT

A notice has been issued giving interested persons until November 4 to comment on the application of the Cincinnati Stock Exchange for unlisted trading privileges in the common stock (\$1 par value) of Anheuser-Busch Companies, Inc. which is listed and registered on one or more other national securities exchanges and is reported in the consolidated transaction reporting system. (Rel. 34-18171)

TRUST INDENTURE ACT RELEASES

GALAXY OIL COMPANY

A notice has been issued giving interested persons until November 2 to request a hearing on an application by Galaxy Oil Company, pursuant to Section 310(b)(1)(ii) of the Trust Indenture Act of 1939, declaring that trusteeship of Bank of the Southwest National Association, Houston, under certain existing indentures of Galaxy, one of which is qualified under the Act, is not so likely to involve a material conflict of interest as to make it necessary in the public interest or for the protection of investors to disqualify the trustee from continuing to act as trustee under Galaxy's indentures. (Rel. TI-664)

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

- (S-1) MAGMA DEVELOPMENT CORPORATION, 631 South Witmer St., Los Angeles, CA 90017 - 9,987,577 shares of common stock. The company intends to engage in the exploration for and the development and sale of geothermal resources which are used primarily to general electric power. (File 2-74390 - Oct. 13) (Br. 9 - New Issue)
- (S-1) POLYMER RECOVERY SYSTEMS, c/o Richard Roberts, General Partner, 745 Fifth Ave., New York, NY 10151 (212) 935-3390 - 1,960 units of limited partnership interest. (File 2-74400 - Oct. 14) (Br. 5 - New Issue)
- (S-6) NEW ENGLAND LIFE RETIREMENT INVESTMENT ACCOUNT, 501 Boylston St., Boston, MA 02117 - an indefinite amount of securities. Depositor: New England Mutual Life Insurance Company. (File 2-74407 - Oct. 14) (Br. 20 - New Issue)
- (S-1) WOODS 1982 DRILLING PROGRAM, Suite 500, National Foundation West Bldg., 3555 N.W. 58th St., Oklahoma City, OK 73112 - 13,000 units. (File 2-74410 - Oct. 15) (Br. 3 - New Issue)
- (S-7) GENERAL MOTORS ACCEPTANCE CORPORATION, 3044 West Grand Blvd., Detroit, MI 48202, 767 Fifth Ave., New York, NY 10153 (313) 556-1508 - \$900 million of medium-term notes, due from 9 months to 5 years from date of issue. (File 2-74411 - Oct. 15) (Br. 1)
- (S-16) ALLISON-WILLIAMS FLEXI-FUND III, INC., 1560 Northwestern Bank Bldg., Minneapolis, MN 55402 (612) 333-3475 - an indefinite number of shares of common stock. (File 2-74412 - Oct. 15) (Br. 16 - New Issue)
- (S-16) CROWN ZELLERBACH CORPORATION, One Bush St., San Francisco, CA 94104 (415) 951-5000 - 1,200,000 shares of common stock. (File 2-74413 - Oct. 15) (Br. 8)
- (S-14) UNITED INTERNATIONAL RESEARCH, INC., 230 Marcus Blvd., Hauppauge, NY (P.O. Box 2500, Smithtown, NY 11788) (516) 273-0900 - 523,966 common shares. (File 2-74415 - Oct. 14) (Br. 2)
- (S-7) HAWAIIAN TELEPHONE COMPANY, 1177 Bishop St., Honolulu, HI 96813 (808) 546-3000 - \$35 million of first mortgage bonds, Series X, due November 1, 1991. (File 2-74416 - Oct. 15) (Br. 7)
- (S-1) PETROLEUM INVESTMENTS, LTD.-1981A, Suite 1410, 50 Penn Pl., Oklahoma City, OK 73118 (405) 840-3293 - 1,200 units. (File 2-74417 - Oct. 15) (Br. 4 - New Issue)
- (S-6) NUVEEN TAX-EXEMPT BOND FUND - MULTI-STATE, SERIES 28, 209 South LaSalle St., Chicago, IL 60604 - an indefinite number of units. Depositor: John Nuveen & Co. Incorporated. (File 2-74421 - Oct. 15) (Br. 16 - New Issue)

REGISTRATIONS EFFECTIVE

Sept. 28: United National Bancorporation, 2-73994.
Sept. 30: Rocky Mountain Health Services, Inc., 2-73789-B.
Oct. 6: American Bancorp, Inc., 2-74078; First American Bank Corporation, 2-74042; First International Bancshares, 2-74094; HLH Drilling Partnership 1981-B, Ltd. & HLH Drilling Partnership 1982-A, Ltd., 2-74034.
Oct. 7: URS Corporation, 2-73909.
Oct. 8: SCI Systems, Inc., 2-73985; T. E. Williams Pharmaceuticals, Inc., 2-72274-FW.

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, registration statements, and other filings may be ordered by writing to the Public Reference Branch, Securities and Exchange Commission, Washington, D.C. 20549. When you are ordering more than one, we prefer that the documents be listed in alphabetical order by registrant name to expedite service. Cost estimates are given on request. Two types of service are available through the Public Reference Branch, one of which (priority service) is also available directly from the SEC's service contractor.

REGULAR SERVICE — The regular service reproduction cost is 10c per page, including applicable sales taxes, plus postage (\$5.00 minimum order). Regular service orders will be shipped within seven calendar days of the receipt by the SEC's service contractor of your request, forwarded from the Public Reference Branch. Slight delays may occur if the materials to be copied are not already in the contractor's master files.

PRIORITY SERVICE — Copies of documents may be ordered by telephone directly from the SEC's service contractor by calling 301/951-1350 (Maryland callers), or the toll-free number, 800-638-8241. The priority reproduction cost is 35¢ per page plus postage and applicable sales taxes (\$10.00 minimum order). Priority service orders will be shipped by 4:00 PM of the working day following the day of your telephoned request for materials already in the contractor's master files. Cost estimates are given on request.

All other reference material is available in the SEC Docket.

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SEC DOCKET is published weekly. Subscription rates: \$110.00/yr in U.S. first class mail; \$137.50 elsewhere.

SEC MONTHLY STATISTICAL REVIEW is published monthly. Subscription rates: \$19.00/yr in U.S. first class mail; \$23.75 elsewhere.

The News Digest, the Docket, and the Statistical Review are for sale by the Superintendent of Documents, Government Printing Office, Washington, D.C. 20402.