

# SEC NEWS DIGEST

Issue 97-130

July 8, 1997

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## COMMISSION ANNOUNCEMENTS

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### FEDWIRE FORMAT CHANGE FOR FILING FEE PAYMENTS

Effective June 23, 1997, the Federal Reserve changed the FEDWIRE format for electronic wire transfers. This information is important to filers paying their Commission filing fees by wire transfer. The conversion will occur over a six-month period ending December 29, 1997. The Federal Reserve is mandating that all bank and wire transfer services conform to this new format. Banks and wire transfer services will be phased in according to their specific agreement with the Federal Reserve. The Commission is mailing the revised FEDWIRE Guide to registrants and is placing the new guide on its World Wide Web site, which is located at <http://www.sec.gov/asec/ofis/fedwire.htm>. Should you have any questions, please contact the Filer Support Fee Unit at (202) 942-8989.

### NOTICE BY THE DIVISION OF CORPORATION FINANCE

Due to building renovation of the SEC's home office, staff in some Offices in the Division of Corporation Finance will be moving and unavailable to the public on Friday afternoon, July 11, 1997. If you are unable to reach an individual staff member in the Division, please call the appropriate Office number listed below.

OFFICE	PHONE NUMBER (202)
Office of International Corporate Finance	942-2990
Office of Communication and Computers	942-1800
Office of Natural Resources	942-1870
Office of Manufacturing and Construction	942-1950
Office of Banking and Leasing	942-1760
Office of Structured Finance and Real Estate	942-1960
Office of EDGAR Policy	942-2940
Front Office	942-2800
Front Office (accounting matters)	942-2850

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## ENFORCEMENT PROCEEDINGS

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### COMMISSION FREEZES FUNDS OF FELIX, INC. IN ROYAL COURT OF JERSEY

The Commission announced that on July 7 Deputy Bailiff Francis Hamon of the Royal Court of Jersey, Channel Islands, entered an Order of Justice freezing certain assets of Felix, Inc. (Felix). Felix is an offshore corporation administered in Jersey, Channel Islands, U.K. On July 4, 1997, the Commission filed its complaint against Felix, seeking to freeze certain assets and insider trading proceeds it holds on behalf of Emanuel Pinez (Pinez), the former chairman and chief executive officer of Centennial Technologies, Inc. (Centennial).

The complaint, filed in the Royal Court of Jersey, alleged that Pinez engaged in unlawful insider trading through an account in the name of Felix as well as in his own account. According to the complaint, Felix holds approximately \$965,000, consisting primarily of the proceeds from its sale of Centennial common stock on February 6 and 7, 1997. The complaint also alleged that those funds are presently held in a Felix account at Hill Samuel (Jersey) Bank Ltd. (Hill Samuel) in the Channel Islands. Hill Samuel, which is not a defendant in this case, was ordered not to allow any transfer or other disposition of Felix's funds without the prior written consent of the Commission. [SEC v. Felix, Inc. and Hill Samuel Bank (Jersey), Ltd., Royal Court of Jersey, Samedi Division] (LR-15405)

### BARRY KING SENTENCED TO FORTY-SIX MONTHS IN PRISON, ORDERED TO PAY \$8,724,656 RESTITUTION

The Commission announced that on July 1 Barry L. King (King) of Boca Raton, Florida, was sentenced to serve 46 months in prison and ordered to pay \$8,724,656 in restitution. On March 4, 1997, King pleaded guilty to 32 counts of mail fraud relating to a Ponzi scheme and one count of bankruptcy fraud for concealing his assets in a bankruptcy proceeding. The indictment alleged that, between late 1986 and 1989, King solicited over \$11 million from former clients, many of whom were elderly, to invest their monies in secured mortgages in return for guaranteed interest payments. According to the indictment, King made false statements regarding the safety of the investment and his uses of the funds. In September 1990, the Commission filed an injunctive action alleging that King violated various registration and antifraud provisions of the Securities Act, Exchange Act and Advisers Act in connection with the scheme set forth in the indictment. In December 1990, King was enjoined from further violations of these provisions, ordered to comply with the terms of a 1986 Commission bar order and ordered to make restitution to investors. [U.S. v. Barry L. King, USDC, D MA, C.A. No. 95-10220NMG] (LR-15406)

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## SELF-REGULATORY ORGANIZATIONS

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### IMMEDIATE EFFECTIVENESS OF PROPOSED RULE CHANGE

A proposed rule change filed by the Boston Stock Exchange (SR-BSE-97-03) to establish rules relating to the authority and responsibilities of Floor Officials has become effective under Section 19(b)(3)(A) of the Securities Exchange Act of 1934. Publication of the proposal is expected in the Federal Register during the week of July 7. (Rel. 34-38811)

### APPROVAL OF PROPOSED RULE CHANGES

The Commission approved a proposed rule change and Amendments No. 1 and No. 2 thereto filed by the National Association of Securities Dealers (SR-NASD-97-29) to prohibit members from accepting payments for publishing a quotation, making a market in an issuer's securities, or submitting an application to make a market in an issuer's securities. (Rel. 34-38812)

The Commission approved a proposed rule change and granted accelerated approval to Amendment No. 1 thereto filed by the Pacific Exchange (SR-PCX-97-13) relating to the use of the internet for providing market quotations or advertising to the general public. (Rel. 34-38813)

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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.

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>.

S-B URUGUAY REPUBLIC OF, 2021 L STREET N W, SUITE 201, WASHINGTON, DC 20036  
(000) 000-0000 - 300,000,000 (\$300,000,000) STRAIGHT BONDS (FILE  
333-7128 - JUN. 26) (BR 99 - NEW ISSUE)

F-3 POHANG IRON & STEEL CO LTD, 892 TAECHI 4 DONG, POSCO CENTER,  
KANGNAM GU SEOUL KOREA, M5 (202) 785-5643 - 600,000,000 (\$600,000,000)  
FOREIGN COMMON STOCK (FILE 333-7140 - JUN 27) (BR 6)

F-2 BASIC PETROLEUM INTERNATIONAL LIMITED, 1 ROND POINT DES CHAMPS ELYSEES,  
PARIS FRANCE 75008, IO 00000 (212) 541-8920 - 7,600,000 (\$7,600,000)  
COMMON SHARES OF BENEFICIAL INTEREST (FILE 333-7142 - JUN. 27) (BR 4)

F-1 POSITRON FIBER SYSTEMS CORP, 5101 BUCHAN ST, 4TH FL, MONTREAL QUEBEC, A8  
(514) 345-2200 - 40,000,000 (\$40,000,000) FOREIGN COMMON STOCK (FILE  
333-7144 - JUN 27) (BR 3 - NEW ISSUE)

S-8 LASMO PLC /NEW/, 100 LIVERPOOL ST, LONDON EC2M 2BB ENGLAND, X0 -  
202,500 (\$2,697,300) FOREIGN COMMON STOCK (FILE 333-7150 - JUN 27)  
(BR 4)

S-8 NEW SKY COMMUNICATIONS INC, 16 EAST MAIN ST, 720 REYNOLDS ARCADE,  
ROCHESTER, NY 14614 (716) 454-5490 - 20,000,000 (\$180,000) COMMON STOCK  
(FILE 333-7152 - JUN 27) (BR 5)

S-8 NEW SKY COMMUNICATIONS INC, 16 EAST MAIN ST, 720 REYNOLDS ARCADE,  
ROCHESTER, NY 14614 (716) 454-5490 - 3,000,000 (\$27,000) COMMON STOCK  
(FILE 333-7154 - JUN 27) (BR 5)

S-8 NEW SKY COMMUNICATIONS INC, 16 EAST MAIN ST, 720 REYNOLDS ARCADE,  
ROCHESTER, NY 14614 (716) 454-5490 - 10,000,000 (\$90,000) COMMON STOCK  
(FILE 333-7156 - JUN 27) (BR 5)

S-8 BIOMIRA INC, 9411-20 AVE, EDMONTON ALBERTA CAN, A0 (403) 450-3761 -  
448,000 (\$2,339,168 75) COMMON STOCK. (FILE 333-7170 - JUN. 30) (BR 1)

S-8 SYMBOLLON CORP, 122 BOSTON POST RD, SUDBURY, MA 01776 (508) 443-0165 -  
100,000 (\$166,000) COMMON STOCK (FILE 333-30467 - JUN 30) (BR. 1)

S-1 EQUALITY BANCORP INC, 4131 SOUTH GRAND BOULEVARD, ST LOUIS, MO 63118  
(314) 352-333 - 1,988,721 (\$16,492,834) COMMON STOCK (FILE 333-30469 -  
JUN 30) (BR 7 - NEW ISSUE)

S-8 LASER POWER CORP/FA, 12777 HIGH BLUFF DRIVE, SAN DIEGO, CA 92130  
(619) 755-0700 - 2,958,279 (\$13,590,109) COMMON STOCK (FILE 333-30471 -  
JUN 30) (BR 9)

S-3 P-COM INC, 3175 S WINCHESTER BLVD, CAMPBELL, CA 95008 (408) 866-3666 -  
1,131,455 (\$36,987,263) COMMON STOCK (FILE 333-30473 - JUN 30) (BR 3)

S-8 DOWNEY FINANCIAL CORP, 3501 JAMBOREE ROAD, NEWPORT BEACH, CA 92660  
(714) 854-0300 - 400,000 (\$9,224,000) COMMON STOCK (FILE 333-30483 -  
JUL 01) (BR 7)

S-8 BARNETT INC, 3333 LENOX AVE, JACKSON, FL 32205 (904) 384-6530 - 300,000  
(\$7,425,000) COMMON STOCK (FILE 333-30485 - JUN 30) (BR. 2)

S-8 SPECTRUM HOLOBYTE INC, 2490 MARINER SQ LOOP STE 100, ALAMEDA, CA 94501  
(510) 522-3584 - 250,000 (\$1,220,000) COMMON STOCK. (FILE 333-30487 -  
JUN 30) (BR 3)

S-8 AMES DEPARTMENT STORES INC, 2418 MAIN ST, ROCKY HILL, CT 06067  
(203) 257-2000 - 700,000 (\$6,081,250) COMMON STOCK (FILE 333-30489 -  
JUL 01) (BR 2)

S-8 PRECISION STANDARD INC, ONE PEMCO PLAZA, 1943 50TH ST N, BIRMINGHAM, AL  
35212 (205) 591-3009 - 1,000,000 (\$1,250,000) COMMON STOCK. (FILE  
333-30491 - JUL. 01) (BR. 5)

S-3 SHAW GROUP INC, 11100 MEAD RD, 2ND FLOOR, BATON ROUGE, LA 70816  
(504) 296-1195 - 432,881 (\$7,034,316 25) COMMON STOCK (FILE 333-30493 -  
JUL 01) (BR 6)

S-8 REGI U S INC, #185-10751 SHELLBRIDGE WAY, RICHMOND B C CANADA, A1 V7A 5  
(604) 241-4214 - 1,000,000 (\$1,000,000) COMMON STOCK (FILE 333-30495 -  
JUL 01) (BR 5)

S-3 C & F FINANCIAL CORP, EIGHTH & MAIN STREET, P O BOX 391, WEST POINT, VA  
23181 (804) 843-2360 - 100,000 (\$2,100,000) COMMON STOCK (FILE 333-30497  
- JUL 01) (BR 7)

S-8 EDISON CONTROLS CORP, W60 N151 CARDINAL AVENUE, PO BOX 326, CEDARBURG,  
WI 53012 ((41) 4) -377- - 200,000 (\$725,000) COMMON STOCK (FILE  
333-30499 - JUL 01) (BR 5)

S-3 HARBINGER CORP, 1055 LENOX PARK BLVD, ATLANTA, GA 30319 (404) 841-4334  
- 300,000 (\$8,625,000) COMMON STOCK (FILE 333-30501 - JUL 01) (BR 3)

S-8 DISC INC/CA, 372 TURQUOISE STREET, MILPITAS, CA 95035 (408) 734-5287 -  
46,161 (\$155,793) COMMON STOCK (FILE 333-30503 - JUL 01) (BR 3)

SB-2 REAL GOODS TRADING CORP, 555 LESLIE STREET, UKIAH, CA 95482  
(707) 468-9294 - 1,300,000 (\$7,800,000) COMMON STOCK (FILE 333-30505 -  
JUL 01) (BR 2)

S-3 SENIOR TOUR PLAYERS DEVELOPMENT INC, 266 BEACON ST, BOSTON, MA 02116  
(617) 226-3600 - 767,836 (\$1,631,651 50) COMMON STOCK (FILE 333-30509 -  
JUL 01) (BR 9)

S-3 BERGER HOLDINGS LTD, 805 PENNSYLVANIA BLVD, FEASTERVILLE, PA 19053  
(215) 355-1200 - 100,000 (\$350,000) COMMON STOCK (FILE 333-30511 -  
JUL 01) (BR. 6)

S-3 MULTICOM PUBLISHING INC, 1100 OLIVE WAY, STE 1250, SEATTLE, WA 98101  
(206) 622-5530 - 1,275,091 (\$1,275,091) COMMON STOCK (FILE 333-30513 -  
JUL 01) (BR 3)

S-8 TIB FINANCIAL CORP, 99451 OVERSEAS HIGHWAY, KEY LARGO, FL 33037  
(305) 451-4660 - 869,610 (\$13,587,656) COMMON STOCK (FILE 333-30515 -  
JUL 01) (BR. 7)

S-8 BOREALIS TECHNOLOGY CORP, 4070 SILVER SAGE DR, STE 211, CARSON CITY, NV  
89701 (702) 888-3200 - 672,117 (\$2,856,497) COMMON STOCK (FILE 333-30517  
- JUL 01) (BR 9)

S-8 FIRSTBANK CORP/ID, 920 MAIN ST, LEWISTON, ID 83501 (208) 746-9610 -  
100,000 (\$1,000,000) COMMON STOCK (FILE 333-30519 - JUL 01) (BR 7)

S-8 CAPITOL BANCORP LTD, ONE BUSINESS & TRADE CNTR, 200 WASHINGTON SQ N,  
LANSING, MI 48933 (517) 487-6555 - 100,000 (\$1,762,500) COMMON STOCK  
(FILE 333-30521 - JUL 01) (BR 7)

S-8 ALARMGUARD HOLDINGS INC, 125 FRONTAGE ROAD, STE 1880, ORANGE, CT 06477  
(619) 231-1818 - 770,000 (\$5,775,000) COMMON STOCK (FILE 333-30523 -  
JUL 01) (BR 2)

S-8 MIKOHN GAMING CORP, 1045 PALMS AIRPORT DR, STE E, LAS VEGAS, NV 89119  
(702) 896-3890 - 1,000,000 (\$4,000,000) COMMON STOCK (FILE 333-30525 -  
JUL 01) (BR 3)

S-8 INTEGRATED MEDICAL RESOURCES INC, 8326 MELROSE DRIVE, LENEXA, KS 66214  
(913) 894-0591 - 40,000 (\$280,000) COMMON STOCK (FILE 333-30527 -  
JUL 01) (BR 9)

S-8 INTEGRATED MEDICAL RESOURCES INC, 8326 MELROSE DRIVE, LENEXA, KS 66214  
(913) 894-0591 - 460,000 (\$3,220,000) COMMON STOCK (FILE 333-30529 -  
JUL 01) (BR 9)

S-8 EPIX MEDICAL INC, 71 ROGERS ST, CAMBRIDGE, MA 02142 (617) 499-1406 -  
1,864,895 (\$14,919,160) COMMON STOCK (FILE 333-30531 - JUL 01) (BR 1)

S-8 EPIX MEDICAL INC, 71 ROGERS ST, CAMBRIDGE, MA 02142 (617) 499-1406 -  
66,666 (\$533,328) COMMON STOCK (FILE 333-30533 - JUL 01) (BR 1)

S-3 CALENERGY CO INC, 302 S 36TH ST, STE 400, OMAHA, NE 68131 (402) 341-4500  
- 3,600,000 (\$207,900,000) COMMON STOCK (FILE 333-30537 - JUL 01)  
(BR 4)

S-8 XECHEM INTERNATIONAL INC, 100 JERSEY AVE E, BLDG B STE 310,  
NEW BRUNSWICK, NJ 08901 (908) 247-3300 - 200,000 (\$1,781,200) COMMON STOCK  
(FILE 333-30539 - JUL 01) (BR 9)

S-8 SK TECHNOLOGIES CORP, 500 FAIRWAY DRIVE, SUITE 104, DEERFIELD BEACH, FL  
33441 (954) 418-0101 - 1,400,000 (\$367,904) COMMON STOCK (FILE 333-30541

- JUL 01) (BR. 3)

S-3 BENEFICIAL CORP, ONE CHRISTINA CENTRE, 301 N WALNUT ST, WILMINGTON, DE 19801 (302) 425-2500 - 3,000,000 (\$3,000,000) STRAIGHT BONDS (FILE 333-30543 - JUL 01) (BR 7)

S-4 LAM RESEARCH CORP, 4650 CUSHING PKWY, FREMONT, CA 94538 (510) 659-0200 - 8,843,361 (\$258,294,235.10) COMMON STOCK (FILE 333-30545 - JUL 01) (BR 5)

S-8 HARTMARX CORP/DE, 101 N WACKER DR, CHICAGO, IL 60606 (312) 372-6300 - 100,000 (\$825,000) COMMON STOCK (FILE 333-30549 - JUL 01) (BR 2)

S-3 GENERAL CHEMICAL GROUP INC, LIBERTY LANE, HAMPTON, NH 03842 (603) 929-2606 - 3,100,000 (\$79,825,000) COMMON STOCK (FILE 333-30553 - JUL 01) (BR 4)

S-8 HAMPTON INDUSTRIES INC /NC/, 2000 GREENVILLE HWY, P O BOX 614, KINSTON, NC 28502 (919) 527-8011 - 963,000 (\$6,696,369) COMMON STOCK. (FILE 333-30555 - JUL 01) (BR 2)

S-4 DI GIORGIO CORP, 380 MIDDLESEX AVE, CARTERET, NJ 07008 (908) 541-5555 - 155,000,000 (\$155,000,000) STRAIGHT BONDS (FILE 333-30557 - JUL 01) (BR 2)

S-3 ALLIED WASTE INDUSTRIES INC, 15880 NORTH GREENWAY-HADEN LOOP, SUITE 100, SCOTTSDALE, AZ 85260 (602) 423-2946 - 800,000,000 (\$800,000,000) COMMON STOCK (FILE 333-30559 - JUL. 01) (BR 4)

S-8 P-COM INC, 3175 S WINCHESTER BLVD, CAMPBELL, CA 95008 (408) 866-3666 - 1,728,071 (\$54,158,367) COMMON STOCK (FILE 333-30561 - JUL. 01) (BR 3)

S-8 ARCH MINERAL CORP, CITYPLACE ONE SUITE 300, CREVE COEUR, MO 63141 (314) 994-2700 - 100,000 (\$2,893,750) COMMON STOCK (FILE 333-30563 - JUL 01) (BR 4)

S-8 ARCH MINERAL CORP, CITYPLACE ONE SUITE 300, CREVE COEUR, MO 63141 (314) 994-2700 - 6,000,000 (\$173,625,000) COMMON STOCK (FILE 333-30565 - JUL 01) (BR 4)

S-8 ARCH MINERAL CORP, CITYPLACE ONE SUITE 300, CREVE COEUR, MO 63141 (314) 994-2700 - 50,000 (\$1,448,875) COMMON STOCK (FILE 333-30567 - JUL 01) (BR 4)

S-8 TELEPORT COMMUNICATIONS GROUP INC, 437 RIDGE ROAD, EXECUTIVE BLDG 3, DAYTON, NJ 08810 (908) 392-2000 - 1,000,000 (\$31,320,000) COMMON STOCK (FILE 333-30569 - JUL 01) (BR 3)

S-8 TELEPORT COMMUNICATIONS GROUP INC, 437 RIDGE ROAD, EXECUTIVE BLDG 3, DAYTON, NJ 08810 (908) 392-2000 - 1,500,000 (\$46,980,000) COMMON STOCK (FILE 333-30571 - JUL 01) (BR 3)

S-1 BORON LEPORE & ASSOCIATES INC, 17-17 ROUTE 208 NORTH, 201-791-7272, FAIR LAWN, NJ 07410 - 3,333,333 (\$63,249,994 50) COMMON STOCK (FILE 333-30573 - JUL 01)

S-3 NU TECH BIO MED INC, 55 ACCESS RD, WARWICK, RI 02886 (401) 732-6520 - 10,546,118 (\$18,126,140) COMMON STOCK (FILE 333-30575 - JUL. 01) (BR 1)

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

LITIGATION RELEASE NO. 15405 / July 7, 1997

SEC v. FELIX, INC. and HILL SAMUEL BANK (JERSEY) LTD., Royal Court of Jersey, Samedi Division.

The Commission announced that, on July 7, 1997, Deputy Bailiff Francis Hamon of the Royal Court of Jersey, Channel Islands, entered an Order of Justice freezing certain assets of Felix, Inc. ("Felix"). Felix is an off-shore corporation administered in Jersey, Channel Islands, U.K. On July 4, 1997, the Commission filed its complaint against Felix, seeking to freeze certain assets and insider trading proceeds it holds on behalf of Emanuel Pinez ("Pinez"), the former chairman and chief executive officer of Centennial Technologies, Inc. ("Centennial").

The Complaint, filed in the Royal Court of Jersey, alleged that Pinez engaged in unlawful insider trading through an account in the name of Felix as well as in his own account. According to the Complaint, Felix holds approximately \$965,000, consisting primarily of the proceeds from its sale of Centennial common stock on February 6 and 7, 1997. The Complaint also alleges that those funds were transferred from an account at Lehman Brothers, Inc. to an account at Hill Samuel (Jersey) Bank Ltd. ("Hill Samuel"), Channel Islands, notwithstanding a February 14, 1997 U.S. District Court order prohibiting the release of funds controlled directly or indirectly by Pinez. Hill Samuel, which is not a defendant in this case, has been ordered not to allow any transfer or other disposition of Felix's funds without the prior written consent of the Commission.

For further information, please see Litigation Release Nos. 15258, 15295 and 15399.

## SECURITIES AND EXCHANGE COMMISSION

LITIGATION RELEASE NO. 15406 / July 7, 1997

UNITED STATES v. BARRY L. KING (United States District Court for the District of Massachusetts C.A. No. 95-10220NMG)

The Securities and Exchange Commission ("Commission") announced that, on July 1, 1997, Barry L. King ("King"), formerly of Wellesley, Massachusetts and presently residing in Boca Raton, Florida, was sentenced by the Hon. Nathaniel M. Gorton, United States District Court for the District of Massachusetts, to serve a term of 46 months in federal prison, followed by a three-year term of supervised release. In addition, Judge Gorton ordered King to pay restitution of \$8,724,656 to defrauded investors, representing their losses as a result of a fraudulent mortgage pooling scheme. King was prohibited from incurring new credit charges or opening new lines of credit unless he is current in making restitution payments pursuant to a schedule to be determined by the U.S. Probation Office. King was also barred from seeking employment in a financial position that would incur third-party risk.

On March 4, 1997, King pleaded guilty to 32 counts of mail fraud relating to a Ponzi scheme and one count of bankruptcy fraud for concealing his assets in a bankruptcy proceeding. The indictment alleged that, between late 1986 and 1989, King solicited over \$11 million from former clients, many of whom were elderly, to invest their monies in secured mortgages in return for guaranteed interest payments. Contrary to his representations, King pooled the investor funds and loaned their money to non-creditworthy borrowers on distressed properties. The indictment also alleged that King kept his mortgage investment scheme afloat by using funds provided by new investors to repay principal and to make interest payments to existing investors. According to the indictment, King used the remaining investor funds to support his lavish lifestyle and to pay for gambling debts, family airline tickets, his daughter's wedding expenses, and interior design bills for his residence in Boca Raton, Florida and his summer house rental in the Hamptons, New York. In late 1989, as King's scheme began to collapse, King sent lulling letters to investors falsely reassuring them that their investments were safe.

On December 3, 1986, the Commission barred King from the securities industry with a right, after three years, to reapply to become associated with a broker or dealer in a non-supervisory, non-proprietary capacity. The bar stemmed from King's 1984 conviction on state charges of insurance fraud.

On September 28, 1990, the Commission filed an injunctive action alleging that King violated various registration and antifraud provisions of the Securities Act, Exchange Act and



Advisers Act in connection with the scheme set forth in the indictment. In December 1990, King was enjoined from further violations of these provisions, ordered to comply with the terms of the 1986 Commission bar order and ordered to make restitution to investors. In addition, investor monies and assets were transferred to a special agent appointed by the Court for purposes of liquidation and the return of all available funds to investors. On March 8, 1991, the court granted the Commission's further application for an Order permanently prohibiting King from transferring or disposing of assets in excess of ordinary and necessary living expenses and, upon application of the special agent, ordered Wellesley Mortgage Corporation, an entity formerly controlled by Barry King, to file for bankruptcy.

The Commission staff assisted the New England Bank Fraud Task Force of the Department of Justice in its criminal investigation of King.

For further information, see Exchange Act Release Nos. 23862 and 33167, and Litigation Release Nos. 12670, 12738, 12808, 14574 and 15290.