



# SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

A Daily Summary of  
S.E.C. Activities

Washington, D. C. 20549

(Prepared by the SEC Office of Public Information)

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## COMMISSION ANNOUNCEMENT

**SEC CITES ANDREW A. PILATO AND CO., OTHERS.** The SEC has instituted administrative proceedings against Andrew A. Pilato and Co., Inc., Andrew A. Pilato, Andrew A. Pilato individually, all of Ridgewood, N. J., Melvin Lloyd Richards and James S. Ross, both of Las Vegas, Nev., based upon alleged violations of the registration provisions of the Securities Act of 1933 and the antifraud, reporting, net capital, credit and the books and records provisions of the Securities Act of 1933 and the Securities Exchange Act of 1934 and for failure to supervise to prevent such violations. In its order for proceedings the Commission ordered that the effective date of the broker-dealer registration of Andrew A. Pilato & Co., Inc., be postponed for 15 days until August 3, 1972.

A hearing will be scheduled by further order to take evidence on the staff allegations and to afford the respondents an opportunity to offer any defenses thereto for the purpose of determining whether the allegations are true, and if so, whether any action of a remedial nature should be ordered by the Commission.

**TRADING SUSPENDED IN NORTH AMERICAN PLANNING CORP.** The SEC has ordered the temporary suspension of over-the-counter trading in securities of North American Planning Corporation of New York City, for a period of ten days commencing July 24, 1972. North American is a broker-dealer registered with the Commission whose Class B non-voting common stock has been publicly traded since July of 1968. The suspension was ordered by the Commission in view of North American's failure to remain in compliance with the Commission's net capital rule and the firm's voluntary cessation of business since July 21, 1972. In addition, the firm has failed to file its last two quarterly reports and its annual 10-K report which was due June 30, 1972. Under the circumstances, the Commission determined to suspend trading in the Class B non-voting common stock of North American for a 10-day period ending August 2, 1972, so as to alert public investors as well as other broker-dealers to the foregoing information. (Rel. 34-9693)

**EXTENSION OF SUSPENSION IN ILLUSTRATED WORLD ENCYCLOPEDIA.** The SEC has ordered the extension of suspension of over-the-counter trading in securities of Illustrated World Encyclopedia, Inc. (IWE) and Crescent General Corp. (Crescent) for the five-day period July 24 through July 28, 1972 to allow dissemination of news regarding a Commission suit to enjoin IWE and Crescent and three officers from committing violations of federal securities laws. (Rel. 34-9694)

## COURT ENFORCEMENT ACTION

**COMPLAINT NAMES TANGER INDUSTRIES, B. HAGOPIAN, OTHERS.** The SEC announced the filing of a complaint in the Federal court in Los Angeles seeking to enjoin the following from violations of the antifraud provisions of the Federal securities laws in connection with the purchase and sale of Tanger Industries stock: Tanger Industries, Berj Hagopian, Michael James Del Piano, Harry Chadburn Turner, Parker Ford & Company, Gary Myles Garber and U. S. Stock Transfer Corporation, all of Los Angeles, and George W. Mazur, Aaron Hensen Levit of New York, M. P. T. Investments, Ltd., Montreal, Canada, Charles Joseph Tritt, Don Mills, Canada, and Robert O. Marshall of Denver, Colo. Several of the defendants were also charged with violations of the registration provisions and the provisions against the manipulation of security prices.

On July 20, 1972 a final judgment of permanent injunction by consent was entered against Tanger Industries without admitting or denying the allegations for violations of the anti-fraud provisions of the Federal securities laws. (LR-5469)

**CINKE INTERNATIONAL CORPORATION AND SAMUEL E. PERKINS ENJOINED.** The Commission announced that on July 12, 1972 the U. S. District Court for the District of Columbia entered an order permanently enjoining CINKE International Corporation (CINKE) and Samuel E. Perkins (Perkins) from further violations of the anti-fraud and tender offer reporting provisions of the Federal securities laws. The order was entered upon the consent of CINKE and Perkins without their admitting or denying the allegations contained in the complaint. The court further ordered CINKE and Perkins to file a corrective amendment to a statement concerning a cash tender offer for shares of Smyth Manufacturing Corporation stock filed with the Commission. The corrective amendment was filed on July 16, 1972. (LR-5466)

OVER

TRUST INDENTURE ACT RELEASES

OWEN-ILLINOIS, INC. (the Company), filed an application under the Trust Indenture Act of 1939 for a finding by the Commission that the trusteeship of Chemical Bank (the Bank) is not in a material conflict of interest so as to disqualify the Bank from acting as trustee in a proposed \$25,000,000 issue of subordinated debentures due 1987. The new indenture will not be qualified under the Act. The Bank also acts as trustee for the company's presently outstanding \$49,491,000 4½% convertible subordinated debentures due November 1, 1992 qualified under the Act.

Interested persons may, not later than August 3, 1972, request in writing that a hearing be held on such matter.

HAWAIIAN ELECTRIC COMPANY, INC. (the Company), filed an application under the Trust Indenture Act of 1939 for a finding by the Commission that the trusteeship of Bishop Trust Company, Limited (Bishop) is not in a material conflict of interest so as to disqualify Bishop from acting as trustee on a \$3,000,000 issue of first mortgage bonds under the Maui indenture (Maui is a wholly-owned subsidiary of the Company). This issue will be guaranteed by the company and will not be registered under the Securities Act of 1933. Bishop presently acts as trustee under the indenture of First Mortgage and Deed of Trust of Maui, referred to as the Maui indenture, which is not qualified under the act. Bishop also acts as trustee for the company's 7,000,000 4-1/8% convertible debentures, which are qualified under the act.

Interested persons may, not later than July 27, 1972, request in writing that a hearing be held on such matter.

BURLINGTON INDUSTRIES, INC. (the Company) filed an application under the Trust Indenture Act of 1939 for a finding by the Commission that the trusteeship of Chemical Bank (the Bank) is not in a material conflict of interest so as to disqualify the Bank from acting as trustee in a proposed \$20,000,000 issue of 7-3/4% guaranteed debentures due 1987 by Burlington Overseas Capital, N.V., (a wholly owned subsidiary of the company). The new debentures will be exempt from registration under the Securities Act of 1933 and will be guaranteed by the Company. The bank presently acts as trustee for the company's presently outstanding 42,497,000 4-3/4% sinking fund debentures due 1990 which has been qualified under the act.

Interested persons may, not later than August 4, 1972, request in writing that a hearing be held on such matter.

CENTRAL MAINE POWER COMPANY, (the Company). The Commission has issued an order granting the Company's application pursuant to the Trust Indenture Act of 1939 (the Act) exempting First and General Mortgage Bonds, Series AA due 1997 from compliance with the provisions of Section 316(a)(1) of the Act, to the extent that such percentages are required to be increased in order to comply with that Section.

INVESTMENT COMPANY ACT RELEASES

LIMITED EXEMPTION FOR STOCK OPTIONS OF REGISTERED SMALL BUSINESS INVESTMENT COMPANIES. The SEC has issued an order making effective on August 1, 1972, an exemption from Sections 18, 19 and 23 of the Investment Company Act (granted conditionally by the Commission order dated May 14, 1971, Release IC-6523) limited to permit the issuance by registered small business investment companies of such stock options as qualify under Section 422 of the Internal Revenue Code, as amended, and which conform to Section 107.805(b) of Chapter 1 of Title 13 of the Code of Federal Regulations (revised as of January 1, 1972, as amended, in 37 F.R. 3950 and 37 F.R. 8865, as proposed to be amended, effective August 1, 1972, by the Small Business Administration. (Rel. IC-7284)

WESTLAND CAPITAL CORP. The SEC has issued a notice giving interested persons until August 7 to request a hearing upon an application of Westland Capital Corporation, Los Angeles small business investment company, F. Eberstadt & Co., Inc., of New York City, and Data Science Ventures Inc., of Princeton, N. J., for an order permitting them to join in a secondary offering with MSI Data Corporation of Costa Mesa, Calif. of MSI's common stock. (Rel. IC-7286)

BACHE & CO. The SEC has issued a notice giving interested persons until August 9 to request a hearing upon an application of Bache & Co., New York broker-dealer, for an order exempting it and its co-underwriters from certain provisions of the Act in connection with a proposed public offering of the shares of Bayrock Utility Securities, Inc., a registered closed-end investment company. (Rel. IC-7287)

PEMCO. The SEC has issued a notice giving interested persons until August 17 to request a hearing upon an application by Pemco, New York limited partnership, for an order exempting it from certain provisions of the Act. Such provisions require, among other things, that Pemco, as an "employees securities company," be beneficially owned by employees of Peat, Marwick, Mitchell & Co. Interests in the limited partnership will be owned exclusively by principals and partners of Peat, Marwick, Mitchell & Co. (Rel. IC-7288)

CONTINUED

SECURITIES ACT REGISTRATIONS

NOBLE AFFILIATES, INC., 400 Lincoln Center, Ardmore, Okla. 73401, filed a registration statement on July 20 seeking registration of 1,400,000 outstanding shares of common stock, to be offered for public sale by the holder thereof (The Samuel Roberts Noble Foundation, Inc., owner of all the outstanding common stock of Noble Affiliates). The offering is to be made (\* at \$23 per share maximum) through underwriters headed by Dillon, Read & Co. Inc., 46 William St., New York 10005, and Eppler, Guerin & Turner, Inc., 3900 1st National Bank Building, Dallas, Tex. 75202. The company is engaged in exploring for, producing and selling oil and gas. (File 2-45082)

THE CIRCLE K CORPORATION, 900 Magoffin Ave., El Paso, Tex. 79901, filed a registration statement on July 21 seeking registration of \$10 million of convertible subordinated debentures, due 1997, and 56,564 outstanding shares of common stock. The debentures are to be offered for public sale by the company and the shares by the holder thereof (American General Life Insurance Company) (\* at \$34 per share maximum) through underwriters headed by Smith, Barney & Co., Inc., 1345 Avenue of the Americas, New York 10019, and Eppler, Guerin & Turner, Inc., 3900 1st National Bank Bldg., Dallas, Tex. 75202. The company is engaged in the operation of self-service convenience food stores. Net proceeds of its debenture sale will be used for working capital and other corporate purposes. (File 2-45083)

CAMPSCO CORPORATION, 5300 N.W. 165th St., Hialeah, Fla. 33014, filed a registration statement on July 20 seeking registration of 275,000 shares of common stock, to be offered for public sale (\* at \$9 per share maximum) through underwriters headed by D. H. Blair Securities Corp., 66 Beaver St., New York 10004. The company is primarily engaged in the manufacture and sale of van conversions (a standard van-type truck, to which the company adds an elevated fiberglass roof, and kitchen, dining, sleeping, bathroom and lighting facilities). Of the net proceeds of its stock sale, \$750,000 will be used to purchase van-type trucks for conversion and the balance for working capital and other corporate purposes. (File 2-45079)

MUNICIPAL INVESTMENT TRUST FUND, Seventh Monthly Payment Series, filed a registration statement on July 20 seeking registration of \$78,750,000 of units. The Fund was created by a trust agreement under which Merrill Lynch, Pierce, Fenner & Smith Incorporated, Bache & Co. Incorporated and Walston & Co., Inc. act as sponsors, United States Trust Company of New York acts as trustee and Standard & Poor's Corporation acts as evaluator. The objectives of the Fund are tax exempt income and conservation of capital through an investment in the tax exempt bond portfolio of interest-bearing obligations rated "BBB" or better by Standard & Poor's Corporation or "Baa" or better by Moody's Investors Services issued by or on behalf of states, counties, territories or municipalities of the United States and authorities and political subdivisions thereof, the interest on which is, in the opinion of recognized bond counsel, exempt from all Federal income tax under existing law. (File 2-45080)

RESER'S FINE FOODS, INC., 11150 S. W. Allen Blvd., P. O. Box 8, Beaverton, Ore. 97005, filed a registration statement on July 20 seeking registration of 240,000 shares of common stock, of which 190,000 are to be offered for public sale by the company and 50,000 (being outstanding shares) by the holders thereof. The offering is to be made (\* at \$7 per share maximum) through underwriters headed by Coggeshall & Hicks Inc., One Liberty St., New York 10005. The company manufactures and sells specialty and convenience foods. Of the net proceeds of its stock sale, \$600,000 will be used to construct and equip a plant addition or to construct and equip a comparable facility at a new location and the balance for working capital and other corporate purposes. (File 2-45081)

MISCELLANEOUS

SECURITIES ACT REGISTRATIONS. Effective July 20: American International Group, Inc., 2-44702; Generics Corp. of America, 2-44787 (40 days); National General Corp., 2-44317 (40 days); Sikes Corp., 2-44986.

Effective July 21: AIC Photo, Inc., 2-44801; Ashland Oil Canada Limited, 2-44616; BTB Corp., 2-44906; Barnett Banks of Florida, Inc., 2-44743; Dart Industries, Inc., 2-44997; NBS Financial Corp., 2-43988 (90 days); Northwestern Mutual Life Insurance Co., 2-42710; Northwest Industries, Inc., 2-44644; Ohio Edison Co., 2-44803; Pennwalt Corp., 2-44634; Shareholders Capital Corp., 2-35733.

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.

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