

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST



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

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REVISION OF O/C REPORTING RULES PROPOSED. The SEC has proposed a revision of its rules governing the reporting of over-the-counter trading in listed stock; and it has invited the submission of views and comments thereon not later than December 27 (Release 34-8001). One of the revision proposals would eliminate the provisions of Rule 17a-9 for reporting "third-market" trading in stocks traded on the American Stock Exchange because of the insignificant volume of trading in these stocks. The reports have shown that third market transactions in such stocks never exceeded 1.4% of total third market sales in any calendar quarter and the aggregate of all such transactions in common stocks traded solely on regional exchanges never exceeded 1.8% of total third market sales.

The second revision proposal relates to the requirement of Rule 17a-9 that non-member market makers who participate in the execution of orders for listed securities off the floor of the New York Stock Exchange under Rule 19b-1 and NYSE Rule 394(b), and all other market makers in common stocks traded on exchanges, to report their over-the-counter sales in these stocks (third market transactions) each calendar quarter. In order to provide for separate reporting of third market purchases and sales made pursuant to Rule 19b-1, it is proposed to revise the reporting Form X-17A-9(2), Part I, to provide for showing separately third market sales under Rule 19b-1 and for reporting purchases by market makers under that Rule as well.

CONNECTICUT FUND SEEKS ORDER. Connecticut Fiduciaries' Fund, Inc., Stamford, Conn., has applied to the SEC for an order under the Investment Company Act declaring that it has ceased to be an investment company; and the Commission has issued an order (Release IC-4781) giving interested persons until December 21 to request a hearing thereon. According to the application, the company's directors and shareholders have approved the company's dissolution and liquidation.

WORTH FUND SEEKS ORDER. Worth Fund, Inc., Great Neck, N. Y., has applied to the SEC for an exemption order under the Investment Company Act authorizing its proposed sale of bank stock; and the Commission has issued an order (Release IC-4782) giving interested persons until December 21 to request a hearing thereon. Under the proposal, the Fund will sell 850 shares of common stock of Guaranty Bank & Trust Company (Chicago) to Robert L. Huffines, Jr., at \$60 per share.

SECOND FEDERAL ST. FUND RECEIVES ORDER. The SEC has issued an exemption order under the Investment Company Act (Release IC-4783) authorizing The Second Federal Street Fund, Inc., Boston, to issue its common shares to three directors in exchange for certain securities deposited by them for inclusion in the Fund's portfolio.

Istel Fund Acquisition Cleared. The SEC has issued an exemption order under the Investment Company Act (Release IC-4784) authorizing Istel Fund, Inc., of New York, to purchase substantially all of the assets of Pallas Corporation, also of New York, in exchange for shares of Istel stock.

TRADING SUSPENDED IN SPORTS ARENAS SECURITIES. The SEC today announced the temporary suspension of trading on the American Stock Exchange and in the over-the-counter market in the common stock of Sports Arenas, Inc. of Beverly Hills, Calif., for the ten day period from December 7, 1966, to December 16, 1966. The suspension also applies to the over-the-counter trading in the 6% convertible debentures of Sports Arenas.

The company's Form 10-K annual report for the year ended April 30, 1966 has not been filed with the Commission, nor has the company's annual report to shareholders for that year been distributed. Accordingly, and in view of the lack of current information available to the public concerning the financial condition of the company, the Commission determined that it is in the public interest to suspend trading in the company's securities pending clarification of these matters.

The American Stock Exchange has announced the suspension of Exchange trading in the company's common stock.

TRADING BAN CONTINUED. The SEC has issued an order under the Securities Exchange Act suspending over-the-counter trading in securities of Continental Vending Machine Corporation for a further 10-day period December 8-17, 1966, inclusive.

INDICTMENT NAMES E A DOSEK. The SEC Denver Regional Office announced December 2 (LR-3617) the return of an indictment charging Edward A. Dosek of Lincoln, Nebr., with violating the Securities Act anti-fraud provisions in the sale of securities of Securities Investors, Inc.

ALFRED SHAYNE RECEIVES SUSPENDED SENTENCE. The SEC Fort Worth and Boston Regional Offices announced December 6 (LR-3618) that Alfred Shayne of New York had received a three-year, suspended sentence, following his earlier plea of guilty to charges of selling oil and gas leases offered by the now-defunct Cabeza Petroleum Corp., of Oklahoma City, in violation of the Securities Act anti-fraud provisions.

OVER

HICKOK ELECTRICAL FILES STOCK PLAN. The Hickok Electrical Instrument Company, 10514 Dupont Ave., Cleveland, Ohio, filed a registration statement (File 2-25770) with the SEC on December 6 seeking registration of \$337,500 of participations in its Employee Stock Purchase Plan, together with 75,000 shares of Class A stock which may be acquired pursuant thereto.

FLORIDA TELEPHONE FILES FOR OFFERING. Florida Telephone Corporation, 222 East Broadway, Ocala, Fla. 32670, filed a registration statement (File 2-25771) with the SEC on December 6 seeking registration of 499,087 shares of Class A common stock. The company proposes to offer this stock for subscription by Class A shareholders at the rate of one new Class A share for each five Class A shares held of record at the close of business January 11, 1967. The subscription price and underwriting terms are to be supplied by amendment; Kidder, Peabody & Co., Inc., 20 Exchange Pl., and Merrill Lynch, Pierce, Fenner & Smith, Inc., 70 Pine St., both of New York, are listed as the principal underwriters.

Of the net proceeds of the stock sale, \$2,700,000 will be used to pay bank loans incurred for construction purposes and the balance will be added to the company's general funds and used in connection with its 1967 construction program (estimated at \$8,500,000).

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 December 5 News Digest.

Greater Iowa Corp Oct 66(2,3)	0-1403-2	Rudy Mfg Co Oct 66(7)	1-3515-2
Monogram Industries Inc Oct 66(2,4,11,13)	1-4185-2	York Water Co Oct 66(11,12)	0-690-2
Besco Enterprises Inc Nov 66(11)	2-19214-2	Barnes-Hind Pharmaceuticals Inc Nov 66(11,13)	0-1991-2
E F Hauserman Co Oct 66(11)	0-1897-2	Jefferson Stores Inc Oct 66(3,9, 12,13)	2-19676-2
Supervised Invatrs Services Inc Oct 66(3)	0-167-2	Boston Garden-Arena Corp Nov 66(11,13)	1-4391-2
Globe-Wernicke Ind Inc Oct 66(11,13)	1-4172-2	Buckingham Corp Oct 66(7,8)	1-4687-2
General Electric Overseas Capital Corp Oct 66(7)	1-5176-2	Nytronics Inc Nov 66(7)	1-5004-2
Dunlap and Assoc Inc Nov 66(3,12,13)	2-18440-2	Eldon Industries Inc Nov 2,4,6,7, 8,9,11,13)	0-1374-2
American Bank Note Co Nov 66(8,13)	1-581-2	Pako Corp Amend #1 for Sept 66(4)	0-160-2
Rollins Inc Nov 66(7)	1-4422-2	McDonnell Co Amend #1 for Sept 66(13)	1-3685-2
Kearney & Trecker Corp July 66(7,13)	0-62-2		

SECURITIES ACT REGISTRATIONS. Effective December 6: Beckman Instruments, Inc., 2-25720; Bolt Beranek and Newman Inc., 2-25656; Elcor Chemical Corp., 2-25559 (90 days); General Aniline & Film Corp., 2-25727 (Jan 15); Transitron Electronic Corp., 2-25751; United Air Lines, Inc., 2-25708 (40 days); The Western Union Telegraph Co., 2-25709 (40 days).

Effective December 7: Dana Corp., 2-25717; King Resources Co., 2-24661; Southern Airways, Inc., 2-25659 (90 days).

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.