



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)

(Issue No. 72-219)

FOR RELEASE November 16, 1972

NEW RULES AND RULE PROPOSALS

SEC AMENDS RULES RELATING TO REQUESTS FOR TRANSCRIPTS OF PRIVATE INVESTIGATIONS. The SEC today announced the amendment of Rule 6 of its Rules Relating to Investigations. Under the amended rule, a witness shall continue to have an absolute right to inspect his testimony taken in a non-public investigation, but the Commission may for good cause deny his request to obtain a copy of his testimony. In making this change, the Commission is returning to the practice followed in its private investigations prior to November 27, 1970. (Rel. 33-5331)

COURT ENFORCEMENT ACTIONS

J. R. NARWITZ & CO., J. R. NARWITZ ENJOINED. The SEC Los Angeles Regional Office and the San Francisco Branch Office announced that on November 8 the Federal court in California permanently enjoined J. R. Narwitz & Co., Sacramento broker-dealer, and Jerry R. Narwitz (Narwitz), president and owner of Narwitz & Co., from violations of the net capital provisions of the Federal securities laws and appointed Loren S. Dahl as trustee for the liquidation of Narwitz & Co. Narwitz consented to the court order without admitting or denying the allegations. (LR-5624)

RESEARCH AUTOMATION CORP., OTHERS ENJOINED. The SEC New York Regional Office announced that on November 8 the Federal court in New York City preliminarily enjoined Research Automation Corporation, of New York City, and three of its officers, Konstantinos M. Tserpes, Basil Martos, and Achan Hamos from further violations of the registration and anti-fraud provisions of the Federal securities laws in connection with the offer, purchase, and sale of the common stock of Research Automation Corporation or any other security. (LR-5627)

FUNDAMATIC INVESTORS ENJOINED. The SEC New York Regional Office announced the entry of an order in the U. S. District Court for the Southern District of New York preliminarily enjoining Fundamatic Investors, Inc., from violations of the Federal securities laws which prohibits redeeming any redeemable security issued by the defendant except at a price based on the current net asset value of such security, and appointing Sidney R. Pine as receiver and trustee of the books, records and assets of the defendant. (LR-5628)

HARRIS CHARGED WITH PERJURY. The SEC Denver Regional Office announced November 7 that a Federal grand jury at Omaha, Nebr. had indicted Rufus Willard (Buck) Harris of Dallas, Tex., charging him with perjury in connection with his testimony in United States v. Harris, a case where Harris was charged with securities fraud, mail fraud and securities non-registration. (LR-5629)

WILLIAM BLUM ENJOINED. The SEC Denver Regional Office announced that on November 7 the Federal court in Denver permanently enjoin William Blum, Jr. from further violating the registration provisions of the Securities Act of 1933 in the offer and sale of the common stock of U. S. Beryllium Corporation and Beryllium International, Inc. Blum consented to the entry of the permanent injunction without admitting or denying the allegations. (LR-5630)

INVESTMENT COMPANY ACT RELEASES

MUTUAL OF OMAHA FUNDS. The SEC has issued an order permitting Mutual of Omaha Growth Fund, Inc., Mutual of Omaha Income Fund, Inc., and Mutual of Omaha Fund Management Company, all of Omaha, Nebr., to offer to persons who have redeemed any one, or any portion of any one of their Fund accounts, a one-time privilege to reinvest within 15 days without any sales charges. (Rel. IC-7493)

STATE STREET INVESTMENT CORP. The SEC has issued an order permitting the sale of shares of State Street Investment Corporation, Boston mutual fund, without a sales charge, in exchange for the assets of EFG Corp., a personal holding company. (Rel. IC-7494)

INVESTMENT ADVISERS ACT RELEASE

CHASE INVESTORS MANAGEMENT CORPORATION NEW YORK. The proceeding on the application by Chase Investors Management Corporation New York for an order declaring that the applicant is exempt from regulation under the Investment Advisers Act of 1940 (Act) has been discontinued by the SEC following the applicant's registration under the Act and the withdrawal of its application. (Rel. IA-348)

OVER

HOLDING COMPANY ACT RELEASES

THE POTOMAC EDISON COMPANY. The SEC has issued an order authorizing the Potomac Edison Company, Hagerstown, Md. subsidiary of Allegheny Power System, Inc., to issue and sell, subject to competitive bidding, \$12,000,000 principal amount of first mortgage bonds. The net proceeds from the sale of the bonds, together with other funds, will be used to prepay Potomac's short-term bank notes, to pay any commercial paper outstanding, to reimburse Potomac for construction expenditures and for other lawful purposes. (Rel. 35-17761)

NEW ENGLAND ELECTRIC SYSTEM. The SEC has issued an order authorizing New England Electric System, Westborough, Mass. holding company, to issue and sell prior to December 31, 1973 up to \$30 million of short-term bank notes and commercial paper. NEES intends to make the proceeds from the sale of the short-term notes available to its subsidiaries. (Rel. 35-17760)

SECURITIES ACT REGISTRATIONS

LITRONIX, INC., 19000 Homestead Road, Cupertino, Calif. 95014, filed a registration statement on October 27 seeking registration of 205,225 shares of common stock. Litronix offers to repurchase 205,225 shares sold to 13 investors between June 20 and September 29, 1972 at \$10.50 per share plus 7% per annum interest and to exchange the new shares for a like number of old shares. The company is engaged primarily in the development, manufacture and sale of numeric displays and indicator lamps which utilize light emitting diode technology. (File 2-46142)

BENEFICIAL STANDARD MORTGAGE INVESTORS (the Trust), 3700 Wilshire Blvd., Los Angeles, Calif., filed a reg. statement on Oct. 27 seeking registration of 46,250 shares of beneficial interest, issuable pursuant to warrants or qualified stock options or which may be outstanding shares. These shares may be offered for sale from time to time by the holders or recipients thereof at prices prevailing at the time of sale (*\$27.25 per share maximum). The Trust invests in real estate interests consisting primarily of construction and development first mortgage loans and, to a lesser extent, of permanent first mortgage loans and other permitted investments. Beneficial Standard Advisers, Inc. is manager. (File 2-46150)

EASTMET CORPORATION, Rolling Mill Rd., Colgate, Baltimore County, Md. 21224, filed a registration statement on October 27 seeking registration of 1,307,134 shares of common stock. It is proposed to offer these shares in exchange for the common stock of Easco Corporation, at the rate of one share for each two Easco shares held. The exchange offer is to be made in connection with the plan of reorganization of Easco providing for the transfer to Eastmet of steel manufacturing, steel distribution and international metal trading business of Easco. (File 2-46156)

DONBAR DEVELOPMENT CORP., 405 Lexington Ave., New York, N. Y. 10017, filed a registration statement on October 30 seeking registration of 183,250 outstanding shares of common stock, which may be offered for sale from time to time by the holders thereof at prices current at the time of sale (* \$11.25 per share maximum). The company is engaged in offering sub-licenses for the rotary heat exchanger and rotary heat pump to concerns in the air conditioning and engine fields. (File 2-46184)

EDCO FINANCIAL SERVICES, 1888 Century Park East, Los Angeles, Calif., filed a registration statement on November 7 seeking registration of 115,000 shares of common stock, to be offered for public sale at \$7.50 per share by Securities Unlimited of Beverly Hills, 9171 Wilshire Blvd., Beverly Hills, Calif. The company provides computerized accounts receivable billing and collection services and purchases retail installment contracts from correspondence schools. Net proceeds will be used for general corporate purposes. (File 2-46239)

HARRIS-INTERTYPE CORPORATION, 55 Public Sq., Cleveland, Ohio 44113, filed a registration statement on November 3 seeking registration of 247,425 shares of common stock, issuable upon conversion of \$15 million of 5% convertible subordinated guaranteed debentures, due 1992, of Harris International Finance N.V., wholly-owned subsidiary of Harris Intertype. (File 2-46240)

AMERICAN EQUITY INVESTMENT TRUST, 375 Collins Rd., N.E., Cedar Rapids, Iowa 52406, filed a registration statement on November 7 seeking registration of 900,000 shares of beneficial interest, to be offered for public sale at \$11 per share by Life Investors Management Corp., 375 Collins Rd. N.E., Cedar Rapids, Iowa 52406. The policy of the Trust is to invest principally in the direct ownership of commercial and industrial real estate. Life Investors Insurance Company of America administers day-to-day operations of the Trust. (File 2-46243)

ADRs FOR SHIZUOKA BANK FILED. Morgan Guaranty Trust Company of New York, 23 Wall St., New York 10015, filed a registration statement on November 6 seeking registration of 100,000 American Depositary Receipts for dollar validated common stock of The Shizuoka Bank, Ltd., a Japanese corporation. (File 2-46244)

ZAPATA FOODS, INC., 730 Hennepin Ave., Minneapolis, Minn., filed a registration statement on November 6 seeking registration of 70,000 shares of common stock, of which 50,000 are to be offered for public sale from time to time by the company and 20,000 (being outstanding shares) by the holders thereof at prices current at the time of sale (*\$11.375 per share maximum). No underwriting is involved. The company is engaged in the operation of Zapata restaurants which feature Mexican-style foods, and in the processing and wholesale and retail distribution of Mexican-style foods. Net proceeds will be used for working capital and other corporate purposes. (File 2-46245)

CONTINUED

JUSTICE MORTGAGE INVESTORS, 320 Adolphus Tower, Dallas, Tex. 75202, filed a registration statement on November 7 seeking registration of 900,000 shares of beneficial interest, to be offered for public sale (*at \$22 per share maximum) through underwriters headed by Edwards & Hanly Securities, Inc., 55 Broad St., New York 10004. The Trust invests principally in first mortgage construction and development loans. Justice Management, Inc., a wholly-owned subsidiary of Glenn Justice Mortgage Company, Inc., is investment adviser. (File 2-46246)

PETRO-SEARCH EXPLORATION CORPORATION (the general partner), 825 Petroleum Club Bldg., Denver, Colo. 80202, filed a registration statement on November 8 seeking registration of \$15 million of partnership interests in Petro-Search partnerships, to be offered for public sale at \$1,000 per unit with minimum purchases of \$5,000. The offering is to be made by Financial Service Corporation of America, a subsidiary of Financial Service Corporation, International, owner of 77% of the outstanding stock of Petro-Search, Inc. (parent of the general partner). The Partnerships are to be organized primarily to invest in producing oil and gas properties. (File 2-46248)

DUQUESNE LIGHT COMPANY, 435 6th Ave., Pittsburgh, Pa. 15219, filed two registration statements on November 8 seeking registration of \$40 million of first mortgage bonds, due 2003, to be offered for public sale at competitive bidding.

In a separate statement, the company seeks registration of 1,500,000 shares of common stock, to be offered for public sale (*at \$23.50 per share maximum) through underwriters headed by The First Boston Corp., 20 Exchange Pl., New York 10005. Net proceeds will be used to pay short-term indebtedness incurred for construction purposes. Construction expenditures are estimated at \$178 million in 1973. (File 2-46252 & 2-46253)

CENTRAL HUDSON GAS & ELECTRIC CORPORATION, 284 South Ave., Poughkeepsie, N. Y. 12602, filed a registration statement on November 8 seeking registration of 120,000 shares of Series G cumulative preferred stock (\$100 par), to be offered for public sale at competitive bidding. Net proceeds will be applied to the discharge of outstanding short-term obligations. Construction expenditures are estimated at \$34 million in 1972 and \$21 million in 1973. (File 2-46255)

STOCK PLANS FILED. The following have filed Form S-8 registration statements with the SEC seeking registration of securities to be offered pursuant to employee stock and related plans:

Flexsteel Industries, Inc., Dubuque, Iowa (File 2-46241) - 50,000 shares
 Skaggs Companies, Inc., Salt Lake City, Utah (File 2-46242) - 5,000 shares
 The Sippican Corporation, Marion, Mass. (File 2-46247) - 30,000 shares
 General Dynamics Corporation, St. Louis, Mo. (File 2-46249) - 150,000 shares
 Hughes Tool Company, Houston, Tex. (File 2-46250) - 200,000 shares and (File 2-46251) - 250,000 shares
 Computest Corporation, Cherry Hill, N. J. (File 2-46254) - 25,000 shares

MISCELLANEOUS

RECENT FORM 8-K FILINGS. The companies listed below have filed Form 8-K reports for the month indicated, responding to the item on the 8K form numbered in the parentheses. Photocopies may be purchased from the Commission's Public Reference Section (in ordering, please give month and year of report). An index of the captions of the several items of the form was included in the November 2 News Digest.

8K Reports for July 72

Central & State National Corp Of Alabama (13) Mar 72 (3,11,14)	0-6032-2	Campbell Industries (2,11,14)	1-4577-2 1-4577-2
Circle F Industries Inc. (7)	2-43375-2	Argus Inc (6,14)	1-4544-2
Decision Data Computer Corp (13)	0-6379-2	Certified Corp June 72 (12,13)	1-5902-2
Prochemco, Inc (1)	0-2242-2	General Telephone Co of Florida (3)	1-3090-2
UMC Industries Inc. April 72 (12)	1-4202-2	Global Marine Inc (11)	1-5471-2
Affiliated Computer Systems Inc. June 72 (11)	0-3558-2	American Metal Climax Inc. (13)	1-229-2
Americaid Inc. (2,7,8,14)	0-5102-2	Butler Aviation International Inc.(6)	1-5058-2
GLM Industries Inc. (13)	0-4060-2	CSI Computer Systems Incorporated (3)	0-5679-2
Green Mountain Power Corp. (12)	0-1111-2	Gulf & Western Industries Inc. (3,7,13)	1-5404-2
Unionamerica Inc (3)	1-5973-2	B.T.B. Corp (7,8)	1-3410-2
Vulcan Corp. (7,13)	1-5463-2	Datatron Inc (3)	0-4151-2
Baldwin & Lyons Inc (8)	0-5534-2	Great Yellowstone Corp. (1,7)	0-2235-2
Bantam Books, Inc (12)	0-6078-2	Behring Corp (7,12)	1-6448-2
		Granger Associates (10,12)	1-5321-2

8K Reports for July 72

Pom Corp. (10,13,14)	0-5729-2	Hydro Nuclear Corp (7)	0-4395-2
W.S.C Group Inc (2,14)	0-3480-2	Mountain Fuel Supply Co.	1-935-2
W.W. Grainger Inc (7,8)	1-5684-2	Aug 72 (13)	
		Newell Industries Inc (12)	0-3180-2
Best Products Co., Inc. (3,14)	0-5172-2	Republic Automotive Parts Inc. (2,14)	0-6215-2
American Cyanamid Co (3)	1-3426-2	Applied Magnetics Corp (10)	1-6635-2
Artco-Bell Corp (1)	0-5371-2		
East/West Medical Products Inc (7,13)	2-43906-2	Hazel Park Racing Assoc., Inc.(11,13)	0-2759-2
		Lincoln American Corp (8,11,13,14)	1-4730-2
		National Luggage Inc. (2,7,11)	2-33125-2
Kaysner-Roth Corp. (7,8,14)	1-415-2	New York State Electric & Gas Corp (7,10,13,14)	1-3103-2
Jaeger Machine Co (13)	1-597-2	International Hydronics Corp.(13,14)	2-40549-2
Hawaiian Telephone Co. (3)	1-4729-2	American Smelting & Refining Co. (13)	1-164-2
Midlantic Banks Inc (7,13)	0-5608-2		
Omm Industries Corp. (7)	2-30366-2	Hi-Shear Corp. (11)	1-6283-2
Ohio Power Co. (11,14)	1-6543-2		
Hall's Motor Transit Co. (7)	1-5376-2	Alrac Corp	0-5112-2
Omega Equities Corp. (3,13)	0-188-2	May 72 (9,14)	
		Anaconda Co (7,8,10,14)	1-2280-2
Art's Way Mfg. Co Inc.	0-5131-2	Investment Corp of Florida (2,12)	1-6835-2
Alpha Capital Corp. (1,14)	2-36853-2	North Shore Gas Co. (13)	2-35965-2
Barry's Jewelers Inc	2-43039-2	Wolf Corp (3)	0-294-2
Midwest Bancorporation of Ohio Inc. (7,8)	0-6250-2	Canaverl International Corp (2,3,11,12,13,14)*	1-4486-2
National Alfalfa Dehydrating & Milling CO. (11,13,14)	1-3687-2	Independent Life & Accident Insur Co. (12)	2-4048-2
Airwick Industries Inc. (7)	1-5783-2	LSL Corp (2)	0-6168-2
American National Corp. (13,14)	0-4175-2	Marine Resources Inc	0-4296-2
Associated Brewing Co.(2,8,14)	1-909-2		
Great Western Corp. (7)	2-36817-2	Automatic Radio Mfg. Co Inc (2)	1-4433-2
Living and Learning Centers Inc.(7,8,10	2-41350-2	Barton Brands Ltd.	0-6601-2
North Carolina Telephone Co. (1,7) ¹⁴⁾	1-1130-2	(1,2,4,6,7,8,13,14)	
Sierra Research Corp.	0-4822-2	Macrodyne Chatillon Corp. (6,12)	1-5592-2
March 72 (2,14)		Medical Scientific International Corp (13,14)	0-5968-2

TRADING SUSPENSIONS CONTINUED. The SEC has ordered the suspension of over-the-counter trading in the securities of Trans-East Air, Inc., First World Corporation and Accurate Calculator Corporation for the further ten-day period November 16-25, inclusive.

SECURITIES ACT REGISTRATIONS. Effective November 14: Atwood Oceanics, Inc., 2-45627; Berg Enterprises Realty Group, 2-45224 (Feb 12); Bic Pen Corp., 2-46104; Capital Cities Broadcasting Corp., 2-45031; Celtronic Industries, Ltd., 2-44845 (90 days); Cimarron Corp., 2-42937 (Feb 12); DeKalb Agresearch, Inc., 2-46233; Farr Co., 2-45602; General Hobbies Corp., 2-45930 (90 days); Grass Valley Group, Inc., 2-46159; Great American Corp., 2-45722; Jensen Industries, 2-45520; Lomas & Nettleton Mortgage Investors, 2-46141; Municipal Investment Trust Fund Ninth Monthly Payment Series, 2-46001; National Semiconductor Corp., 2-46069; Pfizer Inc., 2-46178 & 2-46157; Texas Oil & Gas Corp., 2-46201; The Vaughan-Jacklin Corp., 2-45695 (Feb 12); Vico Corp., 2-44515.

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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