



SECURITIES AND EXCHANGE COMMISSION
NEWS DIGEST

A Daily Summary of
S.E.C. Activities

(Prepared by the SEC Office of Public Information)

FOR RELEASE November 30, 1972

INDUSTRY MUST ADJUST RATE & SERVICE CHARGES, SAYS CASEY

SEC Chairman William J. Casey today told the annual meeting of the Securities Industries Association in Boca Raton, that brokerage firms' "adjustment to competitive rates is a top priority matter" and suggested among other things, the industry use the time available to persuade or require large investors to pay commissions which compensate for the special skill, the responsibility and the risk required to handle large transactions. Some institutions seem to think they are entitled to this for nothing," he added, "and unless the brokerage industry has the guts to properly price the services it provides large investors, there is trouble ahead for your firms, for the market and for the small investor who isn't going to pay for the instant liquidity institutions want."

Casey also said that he believed and hoped that there would be early Congressional enactment of a single, nationwide integrated, modernized system for the clearing, transfer, payment and custody of securities. "This step alone, unless the savings are eroded by increases in other costs and revenue declines, could well double the profitability of the industry," he said.

"In conjunction with this new system," he concluded "the Commission is developing a working paper on the gritty of the central market system and the choices and alternatives in the rules needed to make it work. I plan to publish it early next year to provide a basis for public discussion and reaction."

DECISION IN ADMINISTRATIVE PROCEEDING

NASD ACTION AGAINST CUTTER & CO. UPHOLD. The SEC has issued an order dismissing the application of Saul H. Cutter, d/b/a Cutter & Company, of Brookline, Mass., for review of an NASD decision expelling him from NASD membership and barring him from association with any member.

The Commission found, as had the NASD, that Cutter violated the NASD's Rules of Fair Practice in that he failed to comply with the NASD's requests for March and April 1970 trial balances of all general ledger accounts together with certain supporting schedules, and subsequently refused to permit inspection by NASD examiners of financial statements and records. The Commission stated that the NASD's repeated requests for the financial information, Cutter's failure to keep his promises to comply, and his "flimsy" excuses for non-compliance demonstrated "a deliberate attempt to conceal [his] financial condition from a regulatory agency charged with the protection of investors." (Rel. 34-9870)

COMMISSION ANNOUNCEMENT

TRADING SUSPENDED IN DCS FINANCIAL. The SEC on November 29 ordered the temporary suspension of over-the-counter trading in the securities of DCS Financial Corp. of Rochester, N. Y., for a ten-day period commencing on November 29 and continuing through December 8 because of the apparent lack of an independent market in the company's common stock and the recent unusual market activity of the stock together with substantial questions concerning the reasons for this activity.

DCS Financial Corp. resulted from a merger on September 16, 1972 between El Chem Machinery, Inc. and the DCS Financial Corporation, a private corporation. Prior to the merger, El Chem had a one-for-seven reverse stock split. Since September 14, 1972, the market price of DCS stock has risen from \$1.75 bid (adjusted for split) to \$38 per share. On November 10 DCS filed a registration statement on Form 10 under Section 12(g) of the Securities Exchange Act of 1934. (Rel. 34-9886)

MUTUAL FUND DISTRIBUTION HEARINGS POSTPONED. The SEC announced today that its hearings on Mutual Fund Distribution and the Potential Economic Impact of the Repeal of Section 22(d) of the Investment Company Act of 1940 had been postponed until February 12, 1973. The date for submission of written materials was postponed until February 2, 1973. The hearings which had been scheduled for December 11, 1972 were delayed at the request of several securities industry associations in order that all participants have adequate opportunity to give in-depth and thoughtful consideration to the issues presented. (Rel. IC-7534 - Administrative Proceeding File No. 4-164)

COURT ENFORCEMENT ACTION

J. CAMERON CUTLER PERMANENTLY ENJOINED. The SEC Seattle Regional Office announced that J. Cameron Cutler, of Seattle, Wash., was permanently enjoined by the Federal court in Tacoma, Wash., on November 20 from violations of the Federal securities laws in connection with the offer and sale of the common stock of Northwest Pacific Enterprises, Inc., a Utah corporation, of which Cutler was president. Cutler consented to the entry of this permanent injunction. (LR-5647)

OVER

BOSTON PERSONAL PROPERTY TRUST. The SEC has issued an order declaring that the Boston Personal Property Trust, of Boston, Mass., has ceased to be an investment company. (Rel. IC-7531)

NEW AMERICA FUND, INC. The SEC has issued a notice giving interested persons until December 22 to request a hearing on an application of New America Fund, Inc. for an order permitting the purchase by Oxford Electric Corporation of 111,464 shares of its common stock from New America Fund, Inc. (Rel. IC-7532)

PITTMAY CORPORATION. The SEC has issued a notice giving interested persons until December 19 to request a hearing on an application of Pittway Corporation of Northbrook, Ill. subsidiary of Standard Shares, Inc., a registered, closed-end investment company, for an order exempting proposed transactions pursuant to which Valois, S.A., a French corporation, and Perfect-Ventil GmbH, a German corporation, two subsidiaries of Pittway, would enter into certain licensing and purchasing agreements relating to their manufacturing and selling operations. (Rel. IC-7533)

TRUST INDENTURE ACT RELEASE

DART INDUSTRIES INC. The SEC has issued an order under the Trust Indenture Act of 1939, granting the application of Dart Industries Inc. for a determination that the trusteeship of Morgan Guaranty Trust Company of New York under indentures dated as of July 15, 1972 and August 16, 1972 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 Morgan Guaranty Trust Company from acting as trustee under these indentures. The order is not intended to have any retroactive effect.

SECURITIES ACT REGISTRATIONS FILED

SPECIALIZED BEVERAGES, INC., P. O. Box 29542, Northeast Expressway, Atlanta, Ga. 30329 - \$1,500,000 of 6-1/4% convertible subordinated debentures, due 1983, and 195,000 shares of common stock, to be offered for sale in units, each consisting of a \$1,000 debenture and 130 shares, and at \$1,650 per unit through underwriters headed by Shaskan & Co., Inc., 67 Broad St., New York 10004. The company, cans, bottles and distributes soft-drink and non-carbonated beverages. Of the net proceeds, \$1,500,000 will be used to retire short-term debt and the balance for working capital and other corporate purposes. (File 2-46355 - Nov 20)

ADRs FILED. First National City Bank, 111 Wall St., New York 10015 - 100,000 American Depositary Receipts for ordinary shares of Charter Consolidated Limited, a United Kingdom corporation. (File 2-46356 - Nov 20)

AVCO FINANCIAL SERVICES, INC., 620 Newport Center Dr., Newport Beach, Calif. 92660 - \$50 million of senior debentures, due 1997, to be offered for sale through underwriters headed by Lehman Brothers, Inc., One William St., New York 10004. The company, through subsidiaries, engages in the finance business. Net proceeds will be applied to reduction of short-term borrowings. (File 2-46358 - Nov 20)

CALIFORNIA FUND FOR INVESTMENT IN U. S. GOVERNMENT SECURITIES, INC., 600 W. Shaw Ave., Suite 400, Fresno, Calif. 93704 - 1,000,000 shares of capital stock, to be offered for sale at net asset value (*\$10 per share maximum). The Fund proposes to invest substantially all of its assets in U. S. Government securities. Bankers Acceptance Company is investment adviser. (File 2-46359 - Nov 17)

REALCO, INC., 6441 University Ave. N.E., Fridley, Minn. 55432 - 100,000 shares of common stock, to be offered for sale (*at \$5.50 per share maximum) by J. Shapiro Co., 610 Broadway, Bayonne, N. J. 07002. The company engages in the acquisition, development and sale of real estate located near lakeshore in Minnesota. Net proceeds will be used for general corporate purposes. (File 2-46361 - Nov 17)

WARNER COMPANY, 1721 Arch St., Philadelphia, Pa. 19103 - 10,190 shares of common stock, to be offered for sale by certain shareholders (*at \$20 per share maximum). (File 2-46364 - Nov 20)

KAMPGROUNDS OF AMERICA, INC., Mutual Benefit Life Bldg., Billings, Mont. 59103 - 55,000 shares of common stock, to be offered for sale by John Hancock Mutual Life Insurance Company, the selling shareholder. The offering is to be made (*at \$22 per share maximum) by Dain, Kalman & Quail Inc., 100 Dain Tower, Minneapolis, Minn. 55402. The company franchises and develops campgrounds and manufactures recreational vehicles. (File 2-46365 - Nov 20)

THE CLORAX COMPANY, 7901 Oakport St., Oakland, Calif. 94621 - 557,744 shares of common stock, issued in connection with the merger of Martin-Brower Company into a wholly-owned subsidiary of Clorox. Such shares may be offered for sale from time to time by the holders (*at \$43.25 per share maximum). (File 2-46367 - Nov 21)

NEW PERSPECTIVE FUND, INC., 611 W. 6th St., Los Angeles, Calif. 90017 - 5,000 shares of common stock, to be offered for sale at net asset value plus an 8.5% sales charge (\$15 per share maximum). The Fund is an open-end investment company, whose primary objective is long-term growth of capital and secondary objective is producing future income. Capital Research and Management Company is investment adviser. (File 2-46368 - Nov 20)

SCOTT PAPER COMPANY, Philadelphia, Pa. 19113 - 679,611 shares of common stock issuable under the company's Employees Stock Purchase and related plans. (File 2-46369 - Nov 20)

FIRST COMMERCE REALTY INVESTORS (the Trust), 821 Gravier St., New Orleans, La. 70112 - 1,000,000 shares of beneficial interest, to be offered for sale at \$25 per share through underwriters headed by Goldman, Sachs & Co., 55 Broad St., New York, and Kohlmeyer & Co., 147 Carondelet St., New Orleans, La. 70130. The Trust intends to invest principally in short-term construction, development and land loans and may make other types of real estate and mortgage investments. First Investment Advisers, Inc. is investment adviser. (File 2-46370 - Nov 21)

UNITED RECORD & TAPE INDUSTRIES, INC., 9880 N.W. 77th Ave., Hialeah Gardens, Fla. 33016 - 200,000 shares of common stock and 200,000 common stock purchase warrants, to be offered for sale in units, each consisting of one share and one warrant. The offering is to be made (*at \$6 per unit maximum) by Mayflower Securities Co., Inc., One State St. Plaza, New York 10004. Of the net proceeds, \$650,000 will be used to retire outstanding note indebtedness and the balance for working capital and other corporate purposes. (File 2-46371-Nov 21)

GELCO CORPORATION, 1300 S. Second St., Hopkins, Minn. 55343 - 400,000 shares of common stock, of which 100,000 are to be offered for sale by the company and 300,000 by certain shareholders. The offering is to be made (*at \$23.25 per share maximum) through underwriters headed by Paine, Webber, Jackson & Curtis, 140 Broadway, New York, and Dain, Kalman & Quail, Inc., 100 Dain Tower, Minneapolis, Minn. 55402. The company primarily finances leasing of vehicles, principally automobiles and trucks, to large corporate fleet users. Net proceeds will be used for working capital and other corporate purposes. (File 2-46372 - Nov 21)

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:
 Raven Industries, Inc., Sioux Falls, S. D. (File 2-46347) - 120,000 shares
 Kirsch Company, Sturgis, Mich. (File 2-46351) - 150,000 shares
 Beckman Instruments, Inc., Fullerton, Calif. (File 2-46350) - 75,000 shares
 Cook Industries, Inc., Memphis, Tenn. (File 2-46352) - 10,000 shares
 Lenox, Inc., Trenton, N. J. (File 2-46357) - 278,742 shares
 Computer Microtechnology, Inc., Sunnyvale, Calif. (File 2-46360) - 699,201 shares
 Uniroyal, Inc., New York, N. Y. (File 2-46362) - 2,200,000 shares
 The Perkin-Elmer Corporation, Norwalk, Conn. (File 2-46363) - 400,000 shares
 The TI Corporation, Los Angeles, Calif. (File 2-46366) - \$3,500,000 of interests
 American International Reinsurance Company, Inc., Pembroke, Bermuda
 Keller Industries, Inc., Miami, Fla. (File 2-46340) - 300,000 shares
 Levitz Furniture Corporation, Pottstown, Pa. (File 2-46339) - 700,000 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 Aug 72

Applebaums Food Mrkts, Inc (7,11,12)	0-2218-2	Air King Corp (11,13,14)	0-2772-2
Clark Canadian Exploration Co (2,7,13)	0-4124-2	Allen Organ Co (3)	0-275-2
Cumis Insur. Society Inc (11)	2-22616-2	Clinton Merchandising Inc (2)	1-6550-2
Ecodyne Corp (7,8,13)	2-44506-2	Cognitronics Corp(13)	0-3035-2
Franklin Resources, Inc (7,9,13,14)	2-35876-2	Continental Can Co Inc (3,13)	1-489-2
General Tel. & Electronics Corp (7,13)	1-2755-2	Industrial Fuels Corp(2)	2-42332-2
Global Marine, Inc (14)	1-5471-2	Kelly Services, Inc(9,14)	0-1088-2
House of Ronnie, Inc (11,14)	0-5403-2	PNB Corp (3)	0-4627-2
Jebco, Inc (7,8,14)	1-6173-2	Quality Inns Intl., Inc (11,13)	0-2322-2
Keene Corp (7)	1-6911-2	Wisconsin Elec. Power Co (3)	1-1245-2
Manhattan Continental Devel. Corp(13)	0-4795-2	B.T.B. Corp (8,13,14)	1-3410-2
Maritime Fruit Carriers Co Ltd (7,11)	0-3690-2	Clinton Oil Co (3)	0-2507-2
Northern Natural Gas Co (8)	1-3423-2	Georgia Bonded Fibers, Inc(2,11)	0-5200-2
Providence Gas Co (7,14)	0-1160-2	Intl. Textbook Co (12)	0-800-2
3i Co/Information Interscience Inc (2,14)	0-4111-2	Roland Intl. Corp (7,8,14)	1-6919-2
		Rollins, Inc(7)	1-4422-2
		Supronics, Corp (2,6,13)	1-4613-2
		Swiss Chalet, Inc(2)	0-2825-2
		Watsco, Inc (3)	1-5581-2

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8K Reports for Aug 72

Atlantic Control Systems, Inc (7,10)	2-44005-2	Acmat Corp(7,14)	0-6234-2
Avondale Mills (7,10)	1-5589-2	American Intl. Group, Inc(2,7,13)	0-4652-2
CBK Agronomics, Inc (12)	0-5805-2	American Zinc Co (8,12,13)	0-5826-2
Calif. Medical Ctrs, Inc (11,13,14)	0-3661-2		
Continental Airlines, Inc (7)	1-3661-2		<u>8K Reports</u>
Garrett Freightlines, Inc(3,14)	0-705-2	Florida D & M Co July 1972 (6,7,13)	2-32046-2
H. J. Heinz Co (4,7,14)	1-3385-2	Geriatric & Medical Ctrs., Inc July 1972 (7)	0-3997-2
Hyatt Intl. Corp(2,12,13)	0-4189-2	Henry's Drive In, Inc July 1972 (13)	0-1169-2
Jersey Central Power & Light Co (7,10,14)	1-3141-2	Mermetite Corp Aug. 1972 (4,14)	0-555-2
Jerome Mackey's Judo, Inc (13)	2-35806-2		
Professional Data Services, Inc(13,14)	2-35832-2		
Royal Crown Cola Co (12)	1-227-2		
		Filter Dynamics Intl., Inc July 1972 (7,14)	1-5935-2
Amalgamated Automotive Indl., Inc (2 7,13,14)	1-6686-2	Imoco Gateway Corp Aug. 1972 (13)	1-5806-2
The Berkline Corp (7,13)	2-4443-2	The Pennstar Co July 1972 (2,3,7,8,13,14)	0-1993-2
Burnup & Sims, Inc(7,11,13)	0-3797-2		
Comcorp, Inc (1,13)	0-5438-2	Fla. Commercial Banks, Inc Aug. 1972 (3,13)	0-3562-2
Farrington Mfg. Co (13,14)	0-1530-2	CPI, Inc July 1972 (2)	1-6086-2
General Growth Properties (7,14)	0-5818-2	Ground Water Ind., Inc Aug. 1972 (1,11)	2-38439-2
Management Data Corp (2,11,14)	1-5820-2	Interepublic Group of Co's, Inc Aug. 1972 (8)	1-6686-2
Pacific Intl. Equities, Inc (2,12,13)	0-2860-2	Patent Mgt. Inc June 1972 (12)	0-4153-2
Precision Instrument Co(6)	0-96-2	Topper Corp July 1972 (2,3,6,13)	1-6678-2
Redken Lab.'s., Inc (7)	2-41997-2		
		Phillipsborn, Inc July 1972 (13)	0-6482-2
Gelman Instrument, Inc(13)	0-2297-2		
General Research Corp (9,13,14)	1-6879-2		
Inexco Oil Co (3)	1-6424-2		
M & T Mortgage Investors (78)	0-5908-2		
Southern Calif. Edison Co (3,7,14)	1-2313-2		
Unagusta Corp (13)	2-34145-2		

TRADING SUSPENSIONS CONTINUED. The SEC has ordered the suspension of over-the-counter trading in the securities of Crystalography Corporation and Minute Approved Credit Plan, Inc. for the further ten-day period November 30 through December 9, inclusive.

SECURITIES ACT REGISTRATIONS. Effective November 28: American Funeral Homes, Inc., 2-45104 & 2-45105; Bayrock Utility Securities, Inc., 2-46228; CBT Corp., 2-45799; Strother Drug Co., 2-45759 (Feb 26); Texas Gulf, Inc., 2-46222; Third National Corp., 2-45846 (90 days); United Mexican States, 2-46220. Effective November 29: Creditthrift Financial Corp., 2-46258; Design Controls, Inc., 2-45553 (Feb 27); The Detroit Edison Co., 2-46273; Harris-Intertype Corp., 2-46240 & 2-46231; McCulloch Oil Corporation, 2-45415 (90 days); MCI Communications Corp., 2-46027 (40 days); Merrill Bankshares Co., 2-46036 (40 days); NCNB Corp., 2-46219; Redactron Corp., 2-46074; Shelter Resources Corp., 2-45662; Vestaur Securities, Inc., 2-46065.

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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