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COMMISSION ANNOUNCEMENTS

STATEMENT CONCERNING CODIFICATION OF THE FEDERAL SECURITIES LAWS

The Commission authorized the publication of a statement of position concerning the American Law Institute Federal Securities Code. This statement was the result of a review which was undertaken because three of the five present Commission members have been appointed since the Commission announced its support for the revised Code in a release issued September, 1980 (Securities Act Release No. 6242, September 18, 1980). As a result of that review, the Commission strongly reaffirms its support of the revised Code, and encourages others, including affected industry and professional groups, to join in this effort to improve the securities laws. (Rel. 33-6377)

CIVIL PROCEEDINGS

HERBERT AND MICHAEL ROSENBAUM PERMANENTLY ENJOINED

The Boston Regional Office announced that on November 24, 1981 and January 11, 1982, the Honorable W. Arthur Garrity, U.S. District Court Judge for the District of Massachusetts, entered Permanent Injunctions against Herbert Rosenbaum individually and with Michael Bruce Rosenbaum d/b/a H & M Investment Company, and against Michael Bruce Rosenbaum individually and d/b/a Financial Systems Ltd., restraining them from violating the antifraud provisions of the securities laws as well as Regulation X promulgated by the Board of Governors of the Federal Reserve System. The injunctions also restrain the defendants from opening any new account with any broker-dealer, or giving any purchase or sell instruction to any broker-dealer with regard to existing accounts, without first providing the broker-dealer with a copy of the Court's order and a written statement fairly summarizing the Commission's allegations in this matter.

The Commission's complaint and supporting papers allege that since August 1981 to the present, the defendants engaged in a scheme to defraud a number of brokers and dealers in securities by placing orders, or causing orders to be placed, amounting to some \$217,000, in brokerage accounts at such brokers for the purchase of securities, without intending to make proper and timely payment for the securities so ordered and without informing the brokers of their intentions.

The Commission further alleged that Michael B. Rosenbaum issued, and Herbert Rosenbaum delivered, checks totalling some \$68,000 to brokers in purported payment for their securities purchases, knowing that such checks were drawn against insufficient funds. (SEC v. Michael B. Rosenbaum, et al., D.C. Mass.) (LR-9555)

GREENMAN PERMANENTLY ENJOINED AND ORDERED TO DISGORGE \$3.3 MILLION

The Atlanta Regional Office announced that on December 7, 1981, U.S. District Judge William Hoeveler, Southern District of Florida, entered a final judgment of permanent injunction against Dennis E. Greenman of Miami, Florida, enjoining him from further violations of the antifraud provisions of the Federal securities laws. In addition, the Court entered an interim order or partial disgorgement requiring Greenman to disgorge over \$3.3 million, representing the amount of commissions he received and certain funds misappropriated from customers of Barclay as a consequence of the fraudulent scheme. Greenman was the former Senior Vice-President of Barclay Financial Corp., a Miami broker-dealer. (SEC v. Barclay Financial Corp., et al., Civil Action No. 81-708-CIV-WMH). (LR-9557)

A.E. PEARSON, INC. PERMANENTLY ENJOINED; SIPC TRUSTEE APPOINTED

The New York Regional Office Announced that on January 13, U.S. District Court Judge Kevin Thomas Duffy issued a Final Judgment of Permanent Injunction by Consent against A.E. Pearson, Inc. (Pearson), a broker-dealer located in New York City, John P. Drause, its president and a director, and Philip H. Ackert, its senior vice-president, a director and stockholder, enjoining them from further violations of the net capital provisions of Section 15(c)(3) of the Securities Exchange Act of 1934 and

Rule 15c3-1 thereunder. On the same date Judge Duffy, upon the application of the Securities Investor Protection Corporation (SIPC), appointed William J. Rochelle, III, Esq. as trustee to liquidate Pearson's business pursuant to the provisions of the Securities Investor Protection Act of 1970. The law firm of Skadden, Arps, Slate, Meagher & Flom, with which Rochelle is associated, was appointed counsel for the trustee. Pearson consented to the appointment of the SIPC trustee. (SEC v. A.E. Pearson, Inc., et al., 82 Civil 0233, S.D.N.Y. KTC). (LR-9558)

CRIMINAL PROCEEDINGS

EDWARD M. GILBERT CONVICTION UPHELD ON APPEAL

The New York Regional Office announced that on December 11, 1981, the U.S. Court of Appeals for the Second Circuit affirmed the conviction of Edward M. Gilbert. On February 25, 1981, Gilbert was convicted of thirty-four counts of violating the antifraud provisions and anti-manipulative provisions of the Federal securities laws in connection with the trading in the common stock of Conrac Corporation, which is listed on the New York Stock Exchange, during 1975. Gilbert was also convicted of conspiracy and with violating the beneficial ownership reporting provisions. Previously, Gilbert had consented to the entry of a final judgment of permanent injunction in a related civil action, SEC v. Gilbert, et al., 76 Civil 366, MEL, S.D.N.Y. (U.S. v. Edward M. Gilbert, Docket No. 81-1323, U.S. Court of Appeals, Second Circuit). (LR-7552)

INDICTMENT NAMES JOHN W. SURGENT, JR. AND MARK SROKA

The New York Regional Office announced that on November 4, 1981, a Federal grand jury sitting in the Southern District of New York returned a 16 count indictment charging John W. Surgent, Jr., of West Paterson, New Jersey, and Mark A. Sroka, of Saddlebrook, New Jersey, with conspiracy, sale of unregistered securities, securities fraud, mail and wire fraud, and subordination of perjury. The indictment charges that Mr. Surgent and Mr. Sroka, operating under the name World Gambling Corporation, traded in unregistered securities in nominee names and looted corporate assets. The subordination of perjury took place during the course of a SEC investigation into the activities of World Gambling Corporation. (U.S. v. John W. Surgent, Jr., et al., 81 Cr. 773, S.D.N.Y.). (LR-9556)

INVESTMENT COMPANY ACT RELEASES

HARTFORD VARIABLE ANNUITY LIFE INSURANCE COMPANY

An order has been issued on an application filed by Hartford Variable Annuity Life Insurance Company, a stock life insurance company organized under the laws of the State of Connecticut, Hartford Variable Annuity Life Insurance Company NQ Variable Account, Hartford Variable Annuity Life Insurance Company QP Variable Account, Hartford Variable Annuity Life Insurance Company DC Variable Account I, Hartford Variable Annuity Life Insurance Company DC Variable Account-II, Hartford Fund, Inc., and Hartford Variable Annuity Life Insurance Company Separate Account (Applicants), pursuant to Section 17(b) of the Investment Company Act of 1940, exempting Applicants from the provisions of Section 17(a) of the Act to the extent necessary to permit certain purchases and sales of assets and securities among Applicants. (Rel. IC-12170 - Jan. 20)

THE VARIABLE ANNUITY LIFE INSURANCE COMPANY, ET AL.

An order has been issued on an application filed on August 11, 1981 and amended on November 17, 1981 and December 3, 1981, by The Variable Annuity Life Insurance Company, The Variable Annuity Life Insurance Company Separate Account A, and The Variable Annuity Marketing Company, granting exemptions pursuant to Section 6(c) of the Investment Company Act of 1940, to the extent requested from Sections 2(a)(32), 2(a)(35), 22(c), 22(e), 26(a), 26(a)(2)(C), 27(c)(1), 27(c)(2) and 27(d) of the Act and Rule 22c-1 thereunder and approving certain offers of exchange pursuant to Section 11 of the Act. (Rel. IC-12171 - Jan. 20)

THE FLOATING RATE INSURED TRUST, PENNSYLVANIA SERIES I (AND SUBSEQUENT SERIES)

An order has been issued on an application of The Floating Rate Insured Trust, Pennsylvania Series I (And Subsequent Series) (Trust), and E.F. Hutton & Company Inc., pursuant to Sections 6(c) and 23(c)(3) of the Investment Company Act of 1940, exempt-

ing the Trust from the provisions of Section 19(b) of the Act and Rule 19b-1 thereunder to the extent necessary to permit the trust to distribute long-term capital gains more than once per year, and from certain provisions of Section 23(c) of the Act and Rule 23c-3 thereunder. (Rel. IC-12172 - Jan. 20)

MANLEX CORPORATION

An order has been issued on an application filed by Manlex Corporation, Lexington Growth Fund, Inc., Lexington Research Fund, Inc., Lexington Tax Free Daily Income Fund, Inc., Lexington GNMA Income Fund, Inc. and Lexington Money Market Trust, pursuant to Section 11 of the Investment Company Act of 1940, approving certain offers of exchange. (Rel. IC-12173 - Jan. 20)

GREAT LAKES MONEY FUND, INC.

A notice has been issued giving interested persons until February 16 to request a hearing on an application of Great Lakes Money Fund, Inc., for an order of exemption from Section 2(a)(41) of the Investment Company Act of 1940 and Rules 2a-4 and 22c-1 thereunder to the extent necessary to permit it to value its portfolio securities and instruments using the amortized cost valuation method. (Rel. IC-12174 - Jan. 20)

ADVISORS CASH RESERVE FUND, INC.

An order has been issued on an application by Advisors Cash Reserve Fund, Inc., a registered, open-end, diversified, management investment company, pursuant to Section 6(c) of the Investment Company Act of 1940, exempting it from the provisions of Section 2(a)(41) of the Act and Rules 2a-4 and 22c-1 thereunder, to the extent necessary to permit it to use the amortized cost valuation method for all its portfolio securities. (Rel. IC-12175 - Jan. 21)

UNION ACCEPTANCE COMPANY

An order has been issued on an application filed by Union Acceptance Company (Applicant), a closed-end, diversified, management investment company, pursuant to Section 8(f) of the Investment Company Act of 1940, declaring that Applicant has ceased to be an investment company. (Rel. IC-19176 - Jan. 21)

FEDERATED MONEY MARKET, INC.

An order has been issued pursuant to Section 8(f) of the Investment Company Act of 1940, declaring that Federated Money Market, Inc., has ceased to be an investment company as defined by the Act. (Rel. IC-12177 - Jan. 21)

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

UNLISTED TRADING SOUGHT

A notice has been issued giving interested persons until February 10, 1982, to comment on the applications of the Cincinnati Stock Exchange for unlisted trading privileges in two issues which are listed and registered on one or more other national securities exchanges and are reported in the consolidated transaction reporting system. (Rel. 34-18434)

UNLISTED TRADING GRANTED

An order has been issued granting the application of the Philadelphia Stock Exchange, Inc. for unlisted trading privileges in the common stock (\$.01 par value) of PANTRY PRIDE, INC. which is listed on another national securities exchange. (Rel. 34-18436)

SECURITIES ACT REGISTRATIONS

The following registration statements have been filed with the SEC pursuant to the Securities Act of 1933. The information noted below has been taken from the cover page and the facing sheet of the prospectus and registration statement and will appear as follows: Form; Name, address and phone number (if available) of the issuer of the security; Title and the number or face amount of the securities being offered; Name of the managing underwriter (if applicable); Whether the offering is a rights offering; File number and date filed; Assigned Branch; and whether the registration statement is a New Issue.

- (S-18) BUTCHER & SINGER INC., 211 South Broad St., Philadelphia, PA 19107 - 35,000 shares of common stock. (File 2-75494-W - Dec. 24) (Br. 2 - New Issue)
- (S-18) SARATOGA STANDARDBREDS, INC., R.D. Number 2, Stillwater, NY 12170 - 1,666,667 shares of common stock; 1,666,667 warrants to purchase common shares (with underlying common shares). Underwriter: G.K. Scott & Co., Inc., Melville, NY 11747. The company provides breeding, boarding and other related services to owners of Standardbred horses. (File 2-75705-NY - Jan. 15) (Br. 3 - New Issue)
- (S-8) SEA GALLEY STORES, INC., 7036 220th St., S.W., Mountlake Terrace, Washington 98043 - 150,000 shares of common stock. (File 2-75759 - Jan. 20) (Br. 3)
- (S-16) PIONEER CORPORATION, 301 South Taylor St., Amarillo, TX 79163 (806-378-3300) - 452 shares of common stock. (File 2-75764 - Jan. 20) (Br. 8)
- (S-14) FIRST EASTERN CORPORATION, 251-253 Broad St., Kingsport, TN 37660 (615-247-6111) - 360,000 shares of common stock. (File 2-75765 - Jan. 20) (Br. 1 - New Issue)
- (N-1) LEGG MASON VALUE TRUST, INC., 7 East Redwood St., Baltimore, MD 21203 (301-539-3400) - an indefinite number of shares of capital stock. Distributor: Legg Mason Wood Walker, Inc., Baltimore, MD. The Fund is a mutual fund which seeks long-term growth of capital. (File 2-75766 - Jan. 20) (Br. 16 - New Issue)
- (S-6) NUVEEN TAX-EXEMPT BOND FUND, SERIES 200 - an indefinite number of units. Depositor: John Nuveen & Co. Inc., 209 South LaSalle St., Chicago, IL 60604. (File 2-75767 - Jan. 20) (Br. 16 - New Issue)
- (S-16) MCGRAW-EDISON COMPANY, One Continental Towers, 1701 Golf Rd., Rolling Meadows, IL 60008 (312-981-3800) - 171,360 shares of common stock. (File 2-75768 - Jan. 21) (Br. 7)
- (N-1) FEDERATED INTERMEDIATE GOVERNMENT TRUST, 421 Seventh Ave., Pittsburgh, PA 15219 (412-288-1900) - an indefinite number of shares of beneficial interest. Distributor: Federated Securities Corp. The Trust is a no-load, diversified, management investment company whose investment objective is current income. (File 2-75769 - Jan. 21) (Br. 16 - New Issue)
- (S-14) THE BANK OF SAN FRANCISCO HOLDING COMPANY, 220 Sansome St., San Francisco, CA 94104 (415-781-7810) - 22,000 shares of common stock. (File 2-75771 - Jan. 21) (Br. 7)
- (S-1) MARSEA OFFSHORE LIMITED PARTNERSHIP, Suite 1044, International Trade Mart Bldg., New Orleans, LA 70130 - 2,900 units of limited partnership interests. Underwriter: Shearson/American Express Inc. The partnership was formed to acquire, own and operate eight tug/supply vessels for providing support services to offshore oil and gas industry. (File 2-75772 - Jan. 21) (Br. 3 - New Issue)
- (S-8) CENTRONICS DATA COMPUTER CORP., Hudson, New Hampshire 03051 - 36,300 shares of common stock. (File 2-75773 - Jan. 21) (Br. 10)

REGISTRATIONS EFFECTIVE

Jan. 11: Great Lakes Money Fund, Inc., 2-74272.
 Jan. 12: Nugget Exploration, Inc., 2-74955-D.
 Jan. 15: Bally Manufacturing Corp., 2-75656; Central of Georgia Bancshares, Inc., 2-74550; Detroitbank Corporation, 2-75283; Columbian Oil and Gas Drilling Program 1982A, 1982B, 1982C, 1982D and 1982E, 2-75420; Consolidated Edison Company of New York, Inc., 2-75055; Equitable Life Assurance Society of the United States, Separate Account Nos. 301, 302, 303, and 304, 2-74667, 2-74668, 2-74669 and 2-74670; Gintel Erisa Fund, Inc., 2-74268; Northeastern Bancorp, Inc., 2-75108; Nuveen Tax-Exempt Bond Fund, Series 197, 2-75326; J.C. Penny Company, Inc., 2-75683; St. Paul Fiduciary Fund, Inc., 2-74200; Trust Company of Georgia, 2-75438.