

Litigation Release No. 13460 /December 7, 1992
Accounting and Auditing Enforcement Release No. 435

SEC v. Corporate Capital Resources, Inc., Daniel D. Weston, Lloyd Blonder, R. Marvin Mears, and Morris L. Lerner
Civil Action No. 92 7001-WJR(JRx) (C.D. Cal.)

The Securities and Exchange Commission today announced that on November 24, 1992, a complaint was filed in the Central District of California seeking injunctive and other equitable relief against Corporate Capital Resources, Inc. ("Corporate Capital Resources"), Daniel D. Weston, Lloyd Blonder, R. Marvin Mears and Morris L. Lerner alleging that they committed violations of Sections 17(a) of the Securities Act of 1933, Sections 10(b) and 13(a) of the Securities Exchange Act of 1934 and Rules 10b-5, 12b-20, 13a-1 and 13a-13 promulgated thereunder and Section 34(b) of the Investment Company Act.

The Commission's Complaint alleges that the defendants issued false and misleading financial statements that materially overstated the value of Corporate Capital Resources' holdings in its various investee companies. These aggregate overvaluations of Corporate Capital Resources' net asset value ranged from 7% to 53% and were contained in Corporate Capital Resources' periodic filings with the Commission for each of its accounting periods ended September 30, 1988 through March 31, 1990 and were used to sell securities to the public.

The Complaint further alleges that Corporate Capital Resources improperly recorded a sham "sale" of one of its investee companies for the period ended September 30, 1989. This transaction had the effect of materially inflating reported earnings in fiscal year 1989.

The Complaint also alleges that Daniel D. Weston, Lloyd Blonder, R. Marvin Mears and Morris L. Lerner were primary violators or aiders and abettors to Corporate Capital Resources' violations of the anti-fraud and periodic reporting provisions.

Litigation Release No. 13461 / December 7, 1992

SECURITIES AND EXCHANGE COMMISSION v. FURR'S/BISHOP'S INCORPORATED and MICHAEL LEVENSON, Civil Action No. 92-2724
(Judge Bryant) (D.D.C. December 7, 1992)

The Securities and Exchange Commission ("the Commission") announced today that it filed a civil injunctive action in the United States District Court for the District of Columbia against Furr's/Bishop's Incorporated ("Furr's/Bishop's") and Michael Levenson ("Levenson"), the Chairman of Furr's/Bishop's. The Complaint alleges that Furr's/Bishop's violated Sections 13(a), 13(e) and 14(a) of the Securities Exchange Act of 1934 (the "Exchange Act") and Rules 12b-20, 13a-1, 13a-13, 13e-3(e)(1) and 14a-9 thereunder. The Complaint further alleges that Levenson aided and abetted Furr's/Bishop's' violations of Section 13(a) of the Exchange Act and Rules 12b-20 and 13a-13 thereunder.