



SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

A Daily Summary of
S.E.C. Activities

Washington, D.C. 20549

(In ordering full text of Releases from SEC Publications Unit cite number)

(Issue No. 72-16)

FOR RELEASE January 27, 1972

COMMISSION ANNOUNCEMENTS

SEC TO EXPAND BROKER-DEALER INSPECTIONS. In its report of December 28, 1971 submitted to the Congress, "Study of Unsafe and Unsound Practices of Brokers and Dealers" the Commission documented the severe financial and operation problems experienced by the securities industry notably in the period 1968-70, and recommended certain legislative changes to strengthen its ability to oversee compliance with and enforcement of Federal securities laws by broker-dealers. The Commission also received a special supplemental appropriation from Congress to undertake a rapid and significant expansion of its broker-dealer inspection operations. Consequently, the Commission is advising registered broker-dealers of its expanded and intensified inspection and review program and reminding them of their ongoing responsibility to comply with the financial, recordkeeping and reporting requirements, of the Securities Acts and rules and regulations promulgated thereunder. The Commission will take prompt action to insure compliance with these rules and regulations, and the failure of broker-dealers to comply may result in revocation of their broker-dealer registrations. (Rel. 34-9468)

ALEX BROWN TO DIRECT NEW PROGRAM OF BROKER-DEALER INSPECTIONS. Securities and Exchange Commission Chairman William J. Casey today announced the appointment of Alexander J. Brown, Jr. as Director, Broker-Dealer and Investment Adviser Examinations, a new post. Mr. Brown was formerly Administrator of the Commission's Washington Regional Office. Mr. Brown will operate under the general supervision of Irving Pollack, Director, Division of Trading and Markets. The appointment emphasizes the importance to be given broker-dealer inspections as the result of Commission findings to the Congress which were contained in its "Study of Unsafe and Unsound Practices of Broker-Dealers." By this action the Commission has substantially strengthened its continuing efforts to prevent a recurrence of the most prolonged and severe crisis in the history of the securities industry which resulted in widespread failures of broker-dealer firms accompanied by substantial customer losses of monies and securities. In his new assignment, Mr. Brown will be responsible for directing and coordinating an accelerated nationwide program of broker-dealer and investment adviser examinations including broker-dealers which are not members of a self-regulatory organization. He will, among other things, develop examination policies, recommend new rules and regulations relating to the program, train new examination personnel and coordinate multi-regional examinations involving the states and self-regulatory organizations. A career employee, Mr. Brown joined the Commission as a staff attorney with the Chicago Regional Office in 1941. He was named Chief Trial Attorney in the Chicago office in 1949 and was named Assistant Administrator of the Washington Regional Office in 1958. He became Regional Administrator of that Office in July of 1962. A native of Illinois, Mr. Brown received his law degree from Loyola University of Chicago School of Law and practiced law for several years in Chicago before joining the Commission. He is a member of the American Bar Association, the Federal Bar Association and the National Lawyers Club. Mr. Brown is married and lives in the District of Columbia.

SCHIEF APPOINTED WASHINGTON REGIONAL ADMINISTRATOR. Securities and Exchange Commission Chairman William J. Casey today announced the appointment of William R. Schief to the position of Administrator of the Commission's Washington, D.C. Regional Office. Mr. Schief has served as Assistant Regional Administrator since April, 1969. Mr. Schief joined the Commission staff as an attorney trainee in the Washington Regional Office in November 1960, where he served in progressively more responsible legal positions until his promotion to Chief Enforcement Attorney in 1964 where he continued to serve until he became Assistant Regional Administrator. A native of Maryland, Mr. Schief received his B.A. degree from the University of Maryland in 1955, and his L.L.B. degree in 1960 from Georgetown University Law School. He belongs to the Maryland and District of Columbia Bar as well as the Federal Bar Association. Mr. Schief has two children and lives in Bethesda.

INVESTMENT COMPANY ACT RELEASES

UNION CAPITAL FUND. The SEC has issued an order setting a hearing on February 24 at the Commission's Washington offices on an application of Union Capital Fund, Inc., New York mutual fund, for an order declaring that Robert R. Mundheim shall not be deemed an interested person of the Fund or of Union Service Distributor, Inc., the principal underwriter of the Fund, solely by reason of his status as an affiliated person of Weeden & Co., a registered broker-dealer. Mundheim, a director of the Fund, is also a director of Weeden & Co. The Fund has not purchased or sold portfolio securities from or to Weeden & Co., but it might do so in the future. Some of the other investment companies associated with the Fund have purchased and sold portfolio securities from or to Weeden & Co. The Fund asserts that Mundheim's affiliation with Weeden & Co. does not affect and will not impair his independence in acting on behalf of the Fund and its shareholders and that the requested exemption is therefore consistent with the provisions of the Act. (Rel. IC-6962)

OVER

BROAD STREET INVESTING, OTHERS. The SEC has issued an order setting a hearing on February 22 at the Commission's Washington offices upon an application of Broad Street Investing Corporation, National Investors Corporation, and Whitehall Fund, Inc., all New York mutual funds, for an order declaring that Richard S. Maynard shall not be an interested person of any of the Funds or of Union Service Distributor, Inc., principal underwriter for the Funds, solely by reason of his status as an affiliated person of Stillman, Maynard & Co., a registered broker-dealer. Maynard, a director of the Funds, is a senior partner of Stillman, Maynard, which has entered into a sales agreement with Union Distributor to sell shares of the Funds. The Funds, as well as two investment companies associated with them, do not purchase or sell any portfolio securities through or from Stillman, Maynard. The Fund asserts that Maynard's affiliation with Stillman, Maynard firm does not affect and will not impair his independence in acting on behalf of the Fund or their shareholders and that the requested exemption is therefore consistent with the provisions of the Act. (Rel. IC-6963)

ENVIRONMENT AND ECOLOGY FUND. The SEC has issued a notice giving interested persons until February 15 to request a hearing upon an application of Environment and Ecology Fund, Inc., Boston mutual fund, for an order declaring that the Fund has ceased to be an investment company as defined in the Act. The Fund has never filed a registration statement and is a dormant corporation engaged in no business activity. The Fund states that business conditions do not warrant offering of its securities and accordingly it seeks to withdraw its registration under the Act. (Rel. IC-6966)

TRUST INDENTURE ACT RELEASE

AMERICAN AIRLINES. The SEC has issued an order under the Trust Indenture Act of 1939 granting an application of American Airlines, Inc., of New York City, for a determination that no material conflict of interest would arise if Bankers Trust Company of New York, which now serves as trustee under two existing indentures of American not qualified under the Act and one existing indenture so qualified, were to serve under a new indenture not to be so qualified.

SECURITIES ACT REGISTRATIONS

MOUNTAIN STATES FINANCIAL CORPORATION, 2808 Central Ave., S. E. Albuquerque, New Mexico 87106, filed a registration statement on January 21 seeking registration of 200,000 shares of common stock, to be offered for public (*at \$12.50 per share maximum) through underwriters headed by Eppler, Guerin & Turner, Inc., 3900 First Natl. Bank Bldg., Dallas, Texas 75202. The company is a mortgage banking company engaged through subsidiaries in the operation of a commercial bank, a savings and loan association, and insurance agencies. Of the net proceeds of its stock sale, \$1,605,000 will be used to retire certain long-term notes payable to banks, and the balance for working capital and other corporate purposes. (File 2-42900)

GENERAL ELECTRIC CREDIT CORPORATION, 570 Lexington Ave., New York 10022, filed a registration statement on January 21 seeking registration of \$75 million of notes, due 1979, to be offered for public sale through underwriters headed by Morgan Stanley & Co., 2 Wall St., New York, N.Y. The company is principally engaged in consumer financing and commercial and industrial financing. Net proceeds of its financing will be applied to the reduction of short-term borrowings. (File 2-42893)

THE PACIFIC TELEPHONE AND TELEGRAPH COMPANY, 140 New Montgomery Street, San Francisco, Calif. 94105, filed two registration statements on January 21 seeking registration of (a) \$75 million of notes, due 1979, and (b) \$175 million of debentures, due 2008, to be offered for public sale at competitive bidding. No underwriting is involved. A subsidiary of AT&T, the company will use the net proceeds of its financing to reduce advances from the parent and bank loans and commercial paper incurred to obtain interim finance for general corporate purposes, including extensions, additions and improvements to the company's plant. Construction expenditures are estimated at \$900 million for 1972. (File 2-42896 and 2-42897)

BANISTER CONTINENTAL CORPORATION, 9001 Bloomington Freeway, Minneapolis, Minn. 55420, filed a registration statement on January 21 seeking registration of 83,421 shares of common stock. Of the shares to be offered, 64,421 are outstanding and are to be sold by Bear Stearns & Co. which may be offered for sale by Bear, Stearns & Co. at prices current at the time of sale for (*\$17.25 per share maximum); the remaining 21,000 shares are issuable upon exercise of warrants owned by Northwestern National Life Insurance Company and Farm Bureau Life Insurance Company. The Company is an oil and gas pipeline contractor. (File 2-42898)

UNIVERSAL GAS AND OIL COMPANY INC., 122 East 42nd St., New York, N.Y. 10017, filed a registration statement on January 21 seeking registration of 363,000 shares of common stock and \$11 million of convertible subordinated debentures, due 1987 (with interest and principal guaranteed by Maritime Fruit Carriers Company Limited, founder and parent of Universal), to be offered for public sale in units, each consisting of a \$1,000 debenture and 33 shares of common stock. The offering is to be made (* at \$1,373 per unit maximum) through underwriters headed by Hornblower & Weeks-Hemphill, Noyes, 8 Hanover Street, New York, N.Y. Also included in this statement are 500,000 shares of common stock, which Panmaritime

CONTINUED

Gas Ventures Limited S.A., a subsidiary of Panmaritime Limited S.A., parent of Maritime Fruit Carriers, has agreed to purchase at the time of the offering. Universal was organized in October 1970 primarily to engage in the transportation of liquefied natural gas, ethylene and liquefied petroleum gas in ocean going vessels to be owned or chartered by Universal. Of the net proceeds of its financing, \$12,485,000 (together with other funds) will be used to complete payment of all amounts payable with respect to three vessels currently under construction and the balance for working capital and other corporate purposes. (File 2-42901)

INEXCO NORTHERN EXPLORATION COMPANY, 1200 Houston Club Bldg., Houston, Tex. 77002, filed a registration statement on January 21 seeking registration of up to 2,000,000 shares of common stock. It is proposed to offer these shares for the adjusted partnership interests held by the limited partners of Inexco Oil and Gas Funds, Ltd., ten limited partnerships, at the rate of one share for each \$10 of partnership interests. Effectiveness of the exchange offer is contingent upon acceptance by holders of more than 50% of the aggregate exchange value. Bache & Co. Inc., 100 Gold St., New York, N.Y. 10038, has agreed to head a group of dealers who will solicit acceptances of the exchange offer. The company was organized by Inexco Oil Company in September 1971 and has no current operations. It intends to develop the properties it acquires and conduct exploratory operations in Canada. (File 2-42902)

DECISION DATA COMPUTER CORPORATION, 100 Witmer Road, Horsham, Pa. 19044, filed a registration statement on January 21 seeking registration of 600,000 shares of common stock, to be offered for public sale (*at \$15.00 per share maximum) through underwriters headed by Bache & Co., 100 Gold St., New York, N.Y. 10038. The company is principally engaged in the development, manufacture, sale and lease of computer auxiliary equipment. Net proceeds of the stock sale will be used to reduce short-term bank loans, working capital and other corporate purposes. (File 2-42903)

GIT REALTY AND MORTGAGE INVESTORS (the Trust), 40 Court St., Boston, Mass. 02108, filed a registration statement on January 20 seeking registration of \$12 million of convertible subordinated debentures, due 1992, with Series A warrants to purchase 240,000 shares of beneficial interest, to be offered for public sale in units, each consisting of a \$1,000 debenture and warrants to purchase 20 shares. Also included in this statement are 88,090 outstanding shares of beneficial interest. The units are to be offered for public sale at \$1,000 per unit by the company and the outstanding shares (*at \$10.25 per share maximum) by the holders thereof through underwriters headed by Shields & Co., Inc., 44 Wall St., and Bache & Co. Inc., 100 Gold St., both of New York, N.Y. The Trust was organized in October 1969 to invest in diversified assets consisting principally of construction and other first mortgage loans and certain equity interests in real property. GIT Management Services, Inc., is investment adviser. (File 2-42891)

LEXTON-ANCIRA INCORPORATED (the general partner), 4901 Main, Kansas City, Mo. 64112, filed a registration statement on January 21 seeking registration of \$5,000,000 of pre-formation limited partnership interest in Lexton-Ancira Real Estate Fund, Ltd., 1972, to be offered for public sale at \$500 per unit with a minimum purchase of five units required. The Partnership is to be formed for the purpose of investing in income-producing real estate. The offering is to be made through M. H. Deckard & Co. Inc., 822 North Broadway, Santa Ana, California; selected NASD members may participate. (File 2-42894)

PARKING STRUCTURES INTERNATIONAL, 250 E. First St., Los Angeles, Calif. 90012, filed a registration statement on January 24 seeking registration of 200,000 shares of common stock, to be offered for public sale (*at \$7 per share maximum) through underwriters headed by Newburger, Loeb & Co., Inc., 5 Hanover Sq., N.Y. 10004. The company is engaged primarily in the design and construction of single and multi-use parking structures. Net proceeds of the stock sale will be used for working capital and other corporate purposes. (File 2-42904)

NATIONAL LIVING CENTERS, INC., 3003 West Alabama, Houston, Tex. 77006, filed a registration statement on January 24 seeking registration of 350,000 shares of common stock, of which 300,000 are to be offered for sale by the company and 50,000 (being outstanding shares) by the holders thereof. The offering is to be made (*at \$7.00 per share maximum) through underwriters headed by Rauscher Pierce Securities Corp., 1200 Mercantile Bldg., Dallas, Tex. 75201. The company is primarily engaged in the operation of nursing home facilities. Of the net proceeds of its stock sale, \$800,000 will be used to retire or reduce loans, and the balance for working capital and other corporate purposes. (File 2-42905)

SPEEDCHECK SYSTEMS INC., 225 Greenwich Ave., Stamford, Conn. 06902, filed a registration statement on January 24 seeking registration of 200,000 shares of common stock, to be offered for public sale at \$6 per share by J. D. Winer & Co., Inc., 5 Hanover Square, New York 10004. The company was organized primarily to design, develop and market an automatic bag checkout counter. Net proceeds will be used for general corporate purposes. (File 2-42907)

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:

Jim Walter Corporation, Tampa, Fla. - (File 2-42895) - 100,000 shares
 Continental Coffee Company, Chicago, Ill. - (File 2-42899) - 75,000 shares
 The Starr Broadcasting Group, Inc., New Orleans, La. - (File 2-42908) - 60,000 shares
 Colorado Interstate Corporation, Colorado Springs, Colo. (File 2-42913) - 16,871 shares

MISCELLANEOUS

CORRECTION RE ALBERT YANOW. The SEC News Digest of January 26 reported that the SEC had ordered administrative proceedings under the Securities Exchange Act against Albert Yanow, doing business as Albert Yanow & Co., Lacy Sales Institute, Inc., Simulated Materials, Inc. and Herman M. Solomon. However, administrative proceedings had been instituted only against Albert Yanow. As stated in the Digest, Reg. A exemptions of securities offerings of Lacy and Simulated had previously been suspended and Solomon had been permanently enjoined.

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 (in ordering, please give month and year of report). 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 January 7 News Digest.

8K Reports for Dec 71

American Beverage Corp (11)	0-2817-2	Mid-Continental Realty Corp	
Aspro Inc (4,7,13)	1-2268-2	(13,14)	0-4011-2
Calif Medical Centers (2,13)	0-3661-2	Nucor Corp (11,14)	1-4119-2
Great Western United Corp (13)	1-5443-2	Roan Consolidated Mines Ltd	
Levingston Shipbuilding Co		6K for 12-9-71 to 12-16-71	1-6444-2
(7,8)	0-2891-2		
Outdoor Supply Co Inc (7)	1-5639-2	Jones & Laughlin Steel Corp	
		(4,7,12,13)	1-463-2
Albertson's Inc (7,12,13)	1-6187-2	Lacop Corp (9,13)	0-4790-2
Community Medical Systems Corp		Lennar Corp (7)	1-6643-2
Oct 70 (2,3)	0-4459-2		
Compo Inds Inc (10,13,14)	1-2076-2	Allied Supermarkets Inc	
Danmont Corp (3,14)	0-4596-2	(7,8)	1-3212-2
Extendicare Inc Jan 72 (11)	1-5975-2	Clarke Corp (2,7,14)	0-4142-2
Hess's Inc (7,13,14)	0-3759-2	Connrex Corp (12)	1-5875-2
The Southern Co (7,13,14)	1-3526-2	Gray Inds Inc (13)	0-5207-2
		Harnischfeger Corp (7,9,13)	1-1288-2
Technical Operations Inc		Lawyers Financial Corp (2,3)	0-2736-2
(2,7,11,13)	1-4403-2	May Dept Stores Co (14)	1-79-2
		Monterey Life Systems Inc	
American Recreation Group Inc		(11,13)	0-4140-2
(12,13)	1-6698-2	Schenuit Inds Inc (11)	1-5410-2
Apollo Inds Inc (11,13)	1-1677-2		
Computer Installations Corp		Alco Standard Corp	
(2,7,14)	0-3657-2	(7,8,13)	1-5964-2
First Colony Life Ins Co Inc		American All Servus Corp	
(7,13)	2-12650-2	(2,13)	2-39201-2
Merck & Co Inc (13)	1-3305-2	First General Resources Co	
North Shore Gas Co (3,7,13)	2-35965-2	(3)	0-129-2
Peoples Gas Co (13,14)	1-5540-2	Western Elec Co Inc (7)	1-6476-2
Standard Kollsman Inds Inc		Mosinee Paper Corp (3,12)	0-1732-2
(3,4,14)	1-3600-2	Wisconsin Public Service Corp	
Trans Union Corp (2,7,14)	1-6113-2	(7,13)	1-3016-2
		Wisconsin Tel Co (11,13)	1-6589-2
Butler Aviation Int'l (11)	1-5658-2		
Cannon Mills Co (12,13)	0-758-2	Barton's Candy Corp (11,13)	1-4281-2
Cognitronics Corp (13)	0-3035-2	Comtel Corp (2,3,7,14)	0-4923-2
Gulf & Western Inds Inc		Credithrift Financial Corp	
(11,13)	1-5404-2	Jan 71 (7,13)	1-6155-2
Anthony Kane Inc (3,13)	1-6330-2	Jan 69 (7,11,13)	1-6155-2
Libbey Owens Ford Co (13)	1-924-2	Mar 69 (13)	1-6155-2

SECURITIES ACT REGISTRATIONS. Effective January 24: Mercantile Bancorporation, Inc., 2-42746. Effective January 25: Beneficial Corp., 2-42706; Co-Build Companies, Inc., 2-40257; General Automation, Inc., 2-42205; Ernest W. Hahn, Inc., 2-41758 (90 days); Industrial Fuels Corp., 2-42322 (90 days); Niagara Mohawk Power Corp., 2-42811; Rehab Corp., 2-41768 (90 days); Royal Palm Beach Colony, Inc., 2-42630. Effective January 26: Phoenix Capital Fund, Inc., 2-40069.

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.