

sec news digest

a daily summary from the securities and exchange commission

Issue 73-110

(SEC Docket, Vol. 1, No. 19 - June 1)

June 7, 1973

COMMISSION ANNOUNCEMENTS

PUBLIC HEARINGS SCHEDULED ON NYSE COMMISSION RATE PROPOSALS. The SEC announced yesterday that it has received rule proposals from the New York Stock Exchange relating to commission rate increases. The proposals involve commission increases of 10% on orders involving between \$100 and \$5000 and 15% on orders amounting to more than \$5000. They also would permit member firms to negotiate separate charges for services rendered, such as custodial fees; and the fixed commission on small investors' orders would become, as in the case of larger investors' orders, a minimum commission.

The Commission also announced that a public hearing on the proposals will convene at 10:00 a.m., Monday, July 9, 1973, at the Commission's Headquarters, 500 North Capitol St., Washington D.C. 20549, and invited all interested persons who wish to appear as witnesses to notify the hearing officer, William E. Toomey, Rm. 632, SEC Headquarters (Telephone: 202-755-1240) of their desire as soon as possible and not later than July 9, 1973 or, in lieu of personally appearing, to file written submissions for inclusion in the record by not later than July 23, 1973. The rule proposals themselves are reproduced in SEC Release No. 10206 and persons who wish to obtain a copy of the economic report of the NYSE in support of the proposed revisions should write to Dr. William C. Freund, vice president and chief economist, New York Stock Exchange, 11 Wall St., New York, N. Y. 10005. (Rel. 34-10206)

TRADING SUSPENDED IN LECTRO MANAGEMENT SECURITIES. The SEC announced the temporary suspension for a ten-day period commencing on June 6 and terminating at midnight (EDT) on June 15, 1973 of the securities of Lectro Management Incorporated of Great Neck, New York.

The Commission initiated the suspension because Lectro has failed to comply with the reporting provisions of the Exchange Act resulting in the lack of current and accurate information available to the public. In addition, questions have been raised with respect to unauthorized expenditures of corporate funds. The National Stock Exchange halted trading in securities of Lectro on June 5, 1973. (Rel. 34-10205)

DECISIONS IN ADMINISTRATIVE PROCEEDING

FUNDS FOR PEOPLE, INC. REVOKED. The SEC announced the issuance of an order revoking the broker-dealer registration of Funds for People, Inc., of Millstone, New Jersey.

The sanction imposed was based on findings that the firm violated antifraud, net capital, recordkeeping and reporting provisions of the securities acts. On August 12, 1971, a permanent injunction was entered against the firm, with its consent, enjoining it from further violations of those provisions.

The firm, without admitting or denying the charges against it, consented to the above findings and the sanction imposed. (Rel. 34-10187).

ITT FAMILY SECURITY SALES CORPORATION AND HOFF CENSURED. The SEC has censured ITT Family Security Sales Corporation, of St. Louis, Missouri, a registered broker-dealer, and Gerhardt M. Hoff, who was its president. According to the decision, registrant violated net capital and record-keeping requirements under the Securities Exchange Act, and it and Hoff failed to exercise reasonable supervision with a view to preventing such violations.

The Commission's order was based on offers of settlement in which respondents, without admitting or denying the charges, consented to the indicated findings and sanctions. (Rel. 34-10186)

HOLDING COMPANY ACT RELEASES

GENERAL PUBLIC UTILITIES CORPORATION. The SEC has issued a notice giving interested persons until June 28 to request a hearing on an application of General Public Utilities Corporation and two subsidiaries, Jersey Central Power & Light Company and New Jersey Power & Light Company, regarding the merger of New Jersey into Jersey Central and transactions incidental thereto. (Rel. 35-17988)

APPALACHIAN POWER COMPANY. The SEC has issued a notice giving interested persons until June 28 to request a hearing on an application of Appalachian Power Company, subsidiary of American Electric Power Company, Inc., regarding the proposed issue and sale of notes by Appalachian to banks and to commercial paper dealers. (Rel. 35-17990)

OHIO POWER COMPANY. The SEC has issued a notice giving interested persons until June 28 to request a hearing on an application of Ohio Power Company subsidiary of American Electric Power Company, Inc., regarding the proposed issue and sale of notes by Ohio Power to banks and to commercial paper dealers. (Rel. 35-17991)

AMERICAN ELECTRIC POWER COMPANY, INC. The SEC has issued a notice giving interested persons until June 28 to request a hearing on application of American Electric Power Company, Inc., a New York holding company, regarding the proposed issue and sale of notes to banks and to a dealer in commercial paper and proposed capital contributions to three of its subsidiary companies. (Rel. 35-17992)

INDIANA & MICHIGAN ELECTRIC COMPANY. The SEC has issued a notice giving interested persons until June 23 to request a hearing on an application of Indiana & Michigan Electric Company, subsidiary of American Electric Power Company, Inc., regarding the proposed issue and sale of notes by Indiana & Michigan to banks and to commercial paper dealers. (Rel. 35-17989)

SECURITIES ACT REGISTRATIONS FILED

BLYTH EASTMAN DILLON & CO. The SEC has issued a notice giving interested persons until June 6 to request a hearing on an application of Blyth Eastman Dillon & Co., Inc., a New York Broker-dealer, for an order exempting it and its co-underwriters from Section 30(f) of the Act to the extent that such Section adopts Section 16 of the Securities Exchange Act of 1934 with respect to transactions incident to the proposed distribution of shares of common stock of American Express Income Shares, Inc., a newly registered closed-end investment company. (Rel. IC-7848)

E. I. DU PONT DE NEMOURS AND COMPANY. The SEC has issued an order on an application of E. I. du Pont de Nemours and Company permitting Du Pont to grant to Desarrollo Quimico Industrial, S. A., a Spanish corporation and an affiliate of Du Pont, an exclusive license to certain patents, and to sell related technical information. (Rel. IC-7849)

SHEARSON GROWTH FUND, INC. The SEC has issued a notice giving interested persons until June 27 to request a hearing on a proposal to declare by order upon its own motion that Shearson Growth Fund, Inc., of New York, is no longer an investment company. (Rel. IC-7850)

SHEARSON INSTITUTIONAL FUND, INC. The SEC has issued a notice giving interested persons until June 27 to request a hearing on a proposal to declare by order upon its own motion that Shearson Institutional Fund, Inc., of New York, is no longer an investment company. (Rel. IC-7851)

INVESTMENT COMPANY ACT RELEASES

MC DONOUGH CO., P. O. Box 1774, Parkersburg, West Virginia - 6,920 shares of common stock, to be offered for sale from time to time by certain shareholders at prices prevailing at the time of sale (* \$17.75 per share maximum) through negotiated sales or by a combination of both methods. (File 2-47936 - May 4)

JACK ECKERD CORPORATION, 2120 U. S. Highway 19 South, Clearwater, Florida 33518 - 1,460,852 shares of common stock. It is proposed to offer these shares in exchange for common stock of Ward Cut-Rate Drug Company, at the rate of .50 of an Eckerd share for each Ward share. Both Eckerd and Ward are in the retail drug store business. (File 2-47945 - May 4)

TEXTRON INC., 40 Westminster St., Providence, Rhode Island 02903 - 5,000 shares of common stock issuable upon exercise of warrants attached to the company's subordinated debentures, due 1984, to be offered for sale from time to time by certain shareholders at prices prevailing at the time of sale. (File 2-47946 - May 2)

NEVADA POWER COMPANY, Fourth St. and Stewart Ave., Las Vegas, Nevada 89151 - 350,000 shares of common stock to be offered for sale (* at \$34-3/8 per share maximum) through underwriters headed by White, Weld & Co. Inc., 20 Broad St., New York. Net proceeds will be used to reduce short-term borrowings incurred for construction purposes (estimated at \$39 million). Estimated construction expenditures for the years 1937-75 are \$194 million. (File 2-47947 - May 7)

AMERICAN EXPRESS INCOME SHARES, INC., P.O. Box 7583, 550 Laurel St., San Francisco, Calif. 94120 - 5,000,000 shares of common stock, to be offered for sale at \$20 per share through underwriters headed by Blyth Eastman Dillon & Co. Inc., 1 Chase Manhattan Plaza, New York 10005. The company is a closed-end diversified management investment company whose primary investment objective is a high level of current income through investment in straight debt securities. American Express Asset Management Company will act as investment manager. (File 2-47948 - May 4)

ELECTROSPACE CORPORATION, 956 Brush Hollow Rd., Westbury, N. Y. 11590 - 113,348 shares of common stock. It is proposed to offer these shares in exchange for the outstanding common stock of Custom Computer Systems, Inc. at the rate of one Electrospace share for each six Custom shares. Electrospace designs and manufactures commercial electrical power distribution and construction equipment and other electronic equipment. Custom Computer specializes in development of turnkey computer systems for business and industrial applications. (File 2-47949 - May 7)

ROCKWELL INTERNATIONAL CORPORATION. The SEC has issued an order granting the application of Rockwell International Corporation pursuant to Section 310(b)(1)(i) of the Trust Indenture Act of 1939 declaring that the trusteeship of Bankers Trust Company under two indentures of Rockwell is not so likely to involve a material conflict of interest as to make it necessary to disqualify Bankers Trust Company from acting as trustee. (Rel. 39-339)

WARNER-LAMBERT COMPANY. The SEC has issued a notice under the Trust Indenture Act of 1939 giving interested persons until June 27, 1973 to request a hearing on an application by Warner-Lambert Company for a determination that the trusteeship of the Irving Trust Company under the 1966, 1968, 1972 and 1973 indentures 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 the Irving Trust Company from acting as trustee under these indentures. (Rel. 39-340)

RECENT FORM 8-K FILINGS

Form 8K is a report which must be filed with the SEC by the 10th of the month after any of the following important events or changes: changes in control of the registrant; acquisition or disposition of assets; legal proceedings; changes in securities (*i.e., collateral for registered securities*); defaults upon senior securities; increase or decrease in the amount of securities outstanding; options to purchase securities; revaluation of assets; submission of matters to a vote of security holders; and any newly enacted requirements effecting registrant's business.

The companies listed below have filed Form 8-K reports for the month indicated, responding to the item of the form specified. 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 items of the form was included in Monday's News Digest.

COMPANY	ITEM NO.	MONTH
LEEDS SHOES INC	3,7,8	04/73
LOUISVILLE CEMENT CO	11,14	04/73
LQ MOTOR INNS INC	7,14	04/73
LYKES YOUNGSTOWN CORP	6,14	04/73
MAPLE PRESS CO	11	04/73
MARINE RESOURCES INC	13	04/73
MEDICAL ANALYTICS INC	1,13	04/73
MERCHANTS NATIONAL CORP	7,11,14	04/73
MISSISSIPPI POWER CO	11	04/73
MULTIMEDIA INC	11	04/73
NATIONAL CHEMICAL CORP	3,13	04/73
NATIONAL GYPSUM CO	3,11,14	04/73
NEW JERSEY BELL TELEPHONE CO	11,14	04/73
NEWELL COMPANIES INC	11	04/73
NEWARK RESOURCES INC	13	04/73
NORTHWEST INDUSTRIES INC	7,14	04/73
OAKMONT CORP	13	04/73
PACIFIC LIGHTING SERVICE CO	11,13,14	04/73
PENN TECH CORP	2,13,14	04/73
PHILADELPHIA ELECTRIC CO	7,13	04/73
PLAIN N FANCY DONUTS OF AMERICA INC	3,10	04/73
PREMIER ATHLETIC PRODUCTS CORP	1,7,9,14	04/73
PUBLIC SERVICE CO OF NORTH CAROLINA INC	7,14	04/73
PUBLIC SERVICE CO OF OKLAHOMA	11,14	04/73
RANGAIRE CORP	2,7,14	04/73
RAYBESTOS MANHATTAN INC	7,14	03/73
REGAL BELOIT CORP	11	04/73
REPUBLIC SYSTEMS & PROGRAMMING INC	6	04/70
ROBINTECH INC	10,14	04/73
ROLLINS BURDICK HUNTER CO	7	04/73
SANDGATE CORP	7,14	04/73
SARGENT INDUSTRIES INC	11	04/73
SPACE CORP	1,7,14	04/73
SPOTTS FLORAFAX CORP	3	04/73
SQUARE D CO	11,13	04/73
STANDARD OIL CO OF INDIANA	11	04/73
TELEPROMPTER CORP	7,14	03/73
TEXSTAR CORP	10,14	04/73
UMC INDUSTRIES INC	11,14	04/73
UNIVERSAL HOUSING & DEVELOPMENT CO	2,14	02/73
VALMONT INDUSTRIES INC	11	04/73
VICTORS L G GOLD & CO INC	11	04/73

8-K REPORTS CONT.

WEBB DEL E CORP	11	04/73
WESTERN DRIS CO	13	04/73
WHEELABRATOR FRYE INC	10,14	04/73
WILCOX & GIBBS INC	7	04/73
WILLIAMS COMPANIES	7,14	04/73
WILLIAMS W W CO	11,14	04/73
WOOD INDUSTRIES INC	2,14	02/73
YOUNGSTOWN SHEET & TUBE CO	11	04/73
AERO RESOURCES INC	3,5,13	04/73
ALISON MORTGAGE INVESTMENT TRUST	7	04/73
ALOUX CORP	13	04/73
AMAREX INC	2,5,13,14	04/73
AMECO INC	10	04/73
AMERICAN BUSINESS PRODUCTS INC	13	04/73
AMERICAN FINANCIAL CORP	7,11,13,14	04/73
AMERICAN MEDICAL AFFILIATES INC	7,11,14	04/73
AMERICAN NUCLEAR CORP	2,3,13,14	04/73
AMERICAN PROPERTY INVESTORS TWO	13,14	04/73
AMERICAN PYRAMID COMPANIES INC	2,14	04/73
AMERICAN RESOURCES MANAGEMENT CORP	1	09/72
AMERICAN SCIENCE & ENGINEERING INC	7	04/73
AMERICAN SMELTING & REFINING CO	11,14	04/73
AMERICAN TELEPHONE & TELEGRAPH CO	7,11,14	04/73
ANDOVER INSTITUTE OF BUSINESS INC	2,13,14	04/73
ARKANSAS LOUISIANA GAS CO	3,10,14	04/73
ARLEN REALTY & DEVELOPMENT CORP	7,14	04/73
ARMADA CORP	8,14	04/73
ASCOT TEXTILE CORP	3,12,14	04/73
ASSOCIATED MORTGAGE INVESTORS	10,13	04/73
AURIC CORP	7,14	04/73
AUTOMATIC DRILLING MACHINES INC	9	04/73
BALDWIN D H CO	7,11,14	04/73
BANKERS INVESTMENT CORP	11,13	05/73
BARRINGER RESEARCH INC	12,13	04/73
BIG DRUM INC	11	03/73
BID MEDICAL SCIENCES INC	7,13,14	04/73
BODIN APPAREL INC	7,9	04/73
BRENTON BANKS INC	7	04/73
BUNKER RAMO CORP	4,11,13,14	04/73
BUSH UNIVERSAL INC	1,8	04/73
CARIBBEAN SHOE CORP	13	04/73
CARLSBERG MOBILE HOME PROPERTIES LTD 72	2,14	04/73
CEDAR POINT INC	13,14	04/73

TRADING SUSPENSIONS CONTINUED. The SEC has ordered the suspension of exchange and over-the-counter trading in the securities of Goodway, Inc. and over-the-counter trading in the securities of Aaden Corporation for the further ten-day period June 7-16, inclusive.

SECURITIES ACT REGISTRATIONS. Effective June 6: Allegheny Land and Mineral Company, 2-47116 (90 days); Chrysler Corp., 2-48020; Cousins Properties Inc., 2-47484; First Valley Corporation, 2-47757; Maremont Corp., 2-47457; Peabody Gallon Corp., 2-48072; Petro-Search Exploration Corp., 2-46655 (90 days); Radiant Industries, Inc., 2-47854; A. H. Robins Company, Inc., 2-48062; Spectra-Physics, Inc., 2-48091; Studebaker-Worthington, Inc., 2-47990; Tennessee Valley Bancorp, Inc., 2-47925 and 2-47924.

Effective June 7: Tootsie Roll Industries, Inc., 2-48097.

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.

---oooOooo---

Copies of registration statements may be ordered from the Commission's Public Reference Section. All other referenced material is available in the issue of the SEC Docket indicated in parentheses below the News Digest Issue No. Both the News Digest (\$33.00 a year, first class mail; \$8.25 additional for foreign mailing; \$25.00 additional for air mail) and the SEC Docket (\$17.00 a year, first class mail; \$4.25 additional for foreign mailing) are for sale by the Superintendent of Documents, Government Printing Office, Washington, D. C. 20402.