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DECISIONS IN ADMINISTRATIVE PROCEEDINGS

COMMISSION ORDERS THE PRESLEY COMPANIES TO FILE FORM 8-K TO REMEDY DEFICIENCIES IN PRIOR REPORTS RELATING TO THE HYDROGEN CONVERTER

U.S. SECURITIES AND
EXCHANGE COMMISSION

The Commission announced that it has accepted an offer of settlement from The Presley Companies (Presley) with respect to the administrative proceedings instituted on May 20, 1976 pursuant to Section 15(c)(4) of the Securities Exchange Act of 1934. The order issued by the Commission: (1) sets forth detailed stipulated facts relating to Presley's license for the hydrogen converter and the purported testing of the hydrogen converter; (2) makes findings of facts relating to deficiencies in Presley's filings under Section 13 of the Act; (3) contains undertakings by Presley to: [a] institute written procedures involving the preparation of press releases and Commission filings relating to the hydrogen converter and review of those documents by the American Stock Exchange and outside counsel prior to issuance; [b] state the source and whether Presley has independently verified information about the hydrogen converter in future Commission filings and press releases; and [c] disseminate the Commission's Findings and Order to Presley shareholders as well as to furnish the record of the public proceedings at cost to those Presley shareholders who request it; (4) orders the filing of a remedial Form 8-K to correct the deficiencies in prior filings and orders compliance by Presley with its undertakings.

The Findings and Order of the Commission followed a public hearing held in Los Angeles on June 7-10, 1976 concerning whether Presley had fully and adequately described the developmental status of the hydrogen converter, an invention which purportedly commercially displaces hydrogen gas from water on a self-sustaining basis. (Rel. 34-12678)

DECISION DISCONTINUING MITCHUM, JONES & TEMPLETON,
INC. PROCEEDINGS FINAL

The decision of an administrative law judge discontinuing proceedings with respect to Mitchum, Jones & Templeton, Inc., a Los Angeles broker-dealer, has become final. The firm was found responsible for misconduct in connection with a 1972 underwriting of SaCom stock. According to the initial decision, the SaCom registration statement represented that Mitchum, Jones was firmly committed to purchase 12,000 shares of the offering. In fact, there was no such commitment.

The administrative law judge held sanctions unwarranted because: (1) The violation was an isolated instance, and the person responsible for it was no longer with the firm; and (2) The firm has left the underwriting phase of the securities business. (Rel. 34-12680)

HOLDING COMPANY ACT RELEASES

PENNSYLVANIA POWER COMPANY

A notice has been issued giving interested persons until August 30 to request a hearing on a proposal of Pennsylvania Power Company, subsidiary of Ohio Edison Company, to issue and sell up to \$15 million of first mortgage bonds at competitive bidding and to issue \$1,321,000 of first mortgage bonds for sinking fund purposes. (Rel. 35-19637-August 4)

OHIO POWER COMPANY

A notice has been issued giving interested persons until August 30 to request a hearing on a proposal of Ohio Power Company, subsidiary of American Electric Power Company, Inc., that it enter an agreement with a municipal authority for construction of pollution control equipment financed by sale of revenue bonds. (Rel. 35-19638 - August 4)

MIDDLE SOUTH ENERGY

A supplemental order has been issued authorizing Middle South Energy, Inc., subsidiary of Middle South Utilities, Inc., to increase the amount of its authorized long-term borrowings from \$353,500,000 to \$465,000,000. (Rel. 35-19639 - August 4)

TRADING SUSPENSIONS

ADDITIONAL ACTION ON TWO TRADING SUSPENSIONS

The SEC has announced the suspension of exchange and over-the-counter trading in the securities of Equity Funding Corp. and Orion Capital Corp., its reorganized successor, and Diversified Industries Inc. for the further ten-day period August 9 - 19, inclusive.

LISTING, DELISTING AND UNLISTED TRADING ACTIONS

UNLISTED TRADING GRANTED

An order has been issued granting the application of the Philadelphia Stock Exchange, Inc. for unlisted trading privileges in the security of Bankamerica Corporation. (Rel. 34-12691)

SELF-REGULATORY ORGANIZATIONS

NOTICE OF PROPOSED RULE CHANGE

The New York Stock Exchange, Inc. has filed a proposed rule change under Rule 19b-4 (SR-NYSE-76-34) to amend Rule 405 with respect to the requisite diligence in opening, handling, and supervising the accounts, including common purchase and sale accounts. Publication of the proposal is expected to be made in the Federal Register during the week of August 1. (Rel. 34-12674)

SECURITIES ACT REGISTRATIONS

(S-1) NEW MEXICO FINANCIAL CORPORATION

Fourth and Gold St., Albuquerque, New Mexico 87103 - 150,000 shares of common stock, to be offered for sale at \$10 per share, without underwriting. The company is a savings and loan holding company. (File 2-56871 - July 22)

(S-16) FINANCIAL GENERAL BANKSHARES, INC.

1701 Pennsylvania Ave., N.W., Washington, D.C. 20006 - 14,218 shares of Class A common stock, which will be sold by Financial Mortgage & Realty Corporation through brokers that are members of the American Stock Exchange at the then current market price. Financial General Bankshares, Inc. is a registered multi-bank holding company with investments in 15 banks and 2 real estate companies. (File 2-56782 - July 7)

(S-16) THE FIRST TRUST OF INSURED MUNICIPAL BONDS, SERIES 17

300 West Washington St., Chicago, Ill. 60606 - \$5 million of units, to be offered for sale at net asset value (\$1050 maximum). The Fund is one of a series of unit investment trusts created under a trust indenture between Wauterlek & Brown, Inc. as sponsor, and Bradford Trust Company, as trustee. It consists of an insured portfolio of interest-bearing obligations issued by or on behalf of states, counties, municipalities and territories of the United States and authorities and political subdivisions thereof, the interest on which is, in the opinion of bond counsel, exempt from all Federal income tax under existing law. MGIC Indemnity Corporation has insured the prompt payment when due of interest and principal on the bonds in the portfolio of the Fund. (File 2-56935 - August 3)

(S-7) DIAMOND INTERNATIONAL CORPORATION

733 Third Ave., New York, N.Y. 10017 - \$30 million of sinking fund debentures, due 2006, to be offered for sale through underwriters headed by Merrill Lynch, Pierce,

Fenner & Smith Incorporated, One Liberty Plaza, New York, N.Y. 10006. Diamond's principal lines of business are lumber and retail operations; the manufacture of various packaging products; the manufacture of pulp, paper and paperboard; and the production of a variety of consumer products. (File 2-56938 - August 3)

(S-7) NATIONAL RURAL UTILITIES COOPERATIVE
FINANCE CORPORATION (THE REGISTRANT)

1115 30th St., N.W., Washington, D.C. 20007 - \$25 million of collateral trust bonds, Series E, maturing serially from 1978 to 1981, to be offered for sale without the aid of underwriters at \$1,000 per bond. The Registrant makes loans to its member rural electric utility systems. (File 2-56940 - August 3)

(S-7) INTERSTATE POWER COMPANY

1000 Main St., Dubuque, Iowa 52001 - \$25 million of first mortgage bonds, due 2001, to be offered for sale pursuant to competitive bidding. The company is an electric and gas utility. (File 2-56941 - August 3)

In a separate statement the company seeks registration of 400,000 shares of preference stock (\$1 par), to be offered for sale pursuant to competitive bidding. (File 2-56942 - August 3)

(S-14) UNITED TELECOMMUNICATIONS, INC.

P.O. Box 11315, Plaza Station, Kansas City, Mo. 64112 - 234,492 shares of common stock, to be issued in exchange for the shares of common stock of Standard Computer Corporation, San Pedro, California, at the rate of approximately 9.36145 United shares for each Standard Computer share. United is an independent (non-Bell) telephone holding company with twenty-two operating subsidiaries and various other subsidiaries. (File 2-56943 - August 4)

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:

Teleprompter Corp., New York, N.Y. (File 2-56925 - July 30) - 304,000 shares
Information International, Inc., Culver City, Cal. (File 2-56927 - August 2) - 250,000 shares
Rainier Bancorp., Seattle, Wash. (File 2-56920 - July 30) - 200,000 shares
The Dorsey Corp., Chattanooga, Tenn. (File 2-56930 - August 2) - 300,000 shares
Novo Corp., New York, N.Y. (File 2-56932 - August 2) - 40,000 shares, and (File 2-56933 - August 2) - 232,343 shares
Golden West Financial Corp., Oakland, Cal. (File 2-56936 - August 3) - 173,950 shares
City Stores Co., New York, N.Y. (File 2-56939 - August 2) - 150,000 shares

RECENT 8K 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.

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
AERODEX INC	1,3,6,7,13,14	06/76
APPLIED HEALTH SERVICES INC	3	05/76
CENTENNIAL VILLAS INC	3	06/76
CITY INVESTING CO	13,14	07/76
CUMIS INSURANCE SOCIETY INC	4,7	05/76
FIRST NATIONAL CORP	3,14	05/76
FLAMEMASTER CORP	11,14	05/76

RECENT 8K FILINGS CONT.

HAYWARD MANUFACTURING CO INC	11,14	07/76
HUSKY OIL LTD	11,14	07/76
IMPERIAL MANAGEMENT CORP	13	06/76
KINGSTIP INC	13	07/76
LEAR PETROLEUM CORP	7	07/76
LUDLOW INDUSTRIES INC	11	07/76
MONTANA DAKOTA UTILITIES CO	13,14	07/76
MULTIVEST REAL ESTATE FUND LTD SERIES 2	14	05/76
MURPHY OIL CORP	4,7,14	06/76
NATIONWIDE NURSING CENTERS INC	3	07/76
NAUM BROTHERS INC	14	06/76
OLYMPIC LIFE INVESTMENT CO	13	06/76
PAN AMERICAN BANCSHARES INC	13,14	07/76
PERFORMANCE SYSTEMS INC	13	12/75
PERFORMANCE SYSTEMS INC	13	02/76
SOUTHWEST GAS CORP	4,14	07/76
SOUTHWEST WATER CO	2,11,13,14	07/76
TOTAL RESOURCES INC	13,14	06/76
WOOD ALAN STEEL CO	2,6,14	07/76
AMENDMENTS TO REPORTS ON FORM 8-K		
COLLINS & AIKMAN CORP	7	04/76
KILLEARN PROPERTIES INC	2,14	10/75
KLEER PAK CORP	7,14	05/76
MULTIVEST REAL ESTATE FUND LTD SERIES IV	14	05/76
SCA SERVICES INC	3	03/76
STRATTON CORP	14	03/76
TENNESSEE FORGING STEEL CORP	3	07/76

NOTICE

Many requests for copies of documents referred to in the SEC News Digest have erroneously been directed to the Government Printing Office. Copies of such documents and of registration statements may be ordered from the Public Reference Section, Securities and Exchange Commission, Washington, D.C. 20549. The reproduction cost is 15¢ per page plus postage (\$2 minimum) and 30¢ per page plus postage for expedited handling (\$5 minimum). Cost estimates are given on request. All other referenced material is available in the SEC Docket.

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