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## DECISIONS IN ADMINISTRATIVE PROCEEDINGS

U.S. SECURITIES AND  
EXCHANGE COMMISSION

PUBLIC ADMINISTRATIVE PROCEEDINGS INSTITUTED  
AGAINST BOSTON COMPANY INSTITUTIONAL INVESTORS,  
INC., OTHERS

The SEC has ordered public administrative proceedings under the Securities Exchange Act of 1934, the Investment Advisers Act of 1940 and the Investment Company Act of 1940, against Boston Company Institutional Investors, Inc., of Boston, Massachusetts, John W. Bristol & Co., Inc., Raymond L. Dirks, Dreyfus Special Income Fund and Tomlin, Zimmerman & Parmelee, Inc., all of New York City, and Manning & Napier of Rochester, New York.

The proceedings are based upon staff charges of violations of the antifraud provisions of the securities laws arising from sales of securities of the Equity Funding Corporation of America (Equity Funding), allegedly on the basis of non-public material information.

The order alleges that in March, 1973, Raymond L. Dirks, a New York securities analyst, obtained material non-public information concerning the affairs and business of Equity Funding, including, but not limited to, information (a) that Equity Funding had issued and was carrying on its books and records fictitious life insurance policies and supporting records relating to such policies; (b) that Equity Funding had been carrying on its books and records fictitious assets and earnings; (c) that Equity Funding had publicly issued false and fraudulent statements of insurance premium income; (d) that Equity Funding had publicly issued false and fraudulent financial statements; and (e) that officers and employees of Equity Funding had engaged in the fraudulent schemes and courses of conduct as set forth in (a) through (d) above.

The order further alleges that Dirks conveyed this non-public information to institutional shareholders and investment advisers, including the respondent registrants, who then sold or directed the sale of large blocks of Equity Funding securities without disclosing such information to the purchasers of said securities.

A hearing will be scheduled by further order to take evidence on the staff allegations, to afford the respondents an opportunity to offer any defenses to the allegations and to determine whether any action of a remedial nature should be ordered by the Commission. (Rel. 34-12733)

## COURT ENFORCEMENT ACTIONS

DEFAULT JUDGMENT OF PERMANENT INJUNCTION  
ENTERED AGAINST KENNETH BOVE & CO., INC.

The New York Regional Office announced that on July 21 the Honorable Milton Pollack of the U.S. District Court for the Southern District of New York signed an order of default judgment of permanent injunction against Kenneth Bove & Co., Inc. (Bove & Co.) a New York corporation previously registered with the Commission as a broker-dealer. The Commission's complaint, filed on May 25, 1972, alleged that defendant Bove & Co. had violated the net capital provisions of the securities laws and sought a permanent injunction to prevent further violations. The default was entered when defendant Bove & Co. failed to answer or move with respect to the Commission's complaint. (SEC v. Kenneth Bove & Co., Inc., 75 Civ. 2287 MP). (LR-7531)

COMPLAINT NAMES TIMKIN, C.A., OTHERS

The SEC announced that on August 24 a complaint was filed in the U.S. District Court for the District of Columbia seeking to enjoin Timkin, C.A. (Timkin), Jack Yetman (Yetman), Frederick V. Martin, Jr., (Martin), Financial Planning Associates, GmbH (FPA), International Profits, Inc. (ICP), Max H. Sedlmair (Sedlmair) and Fedonics, Inc. (Fidonics) from violations of the securities laws.

The complaint alleges various violations of the registration provisions of the Securities Act of 1933 (Securities Act) and of the antifraud provisions of the Securities Exchange Act of 1934 (Exchange Act) against Timkin, Yetman, Martin, FPA, ICP and Sedlmair in connection with transactions in the securities of International Waste Controls, Inc. In addition, the complaint alleges that Fedonics violated the reporting and antifraud provisions of the Exchange Act.

Timkin and Yetman consented, without admitting or denying the allegations in the complaint, to the entry of judgments permanently enjoining and restraining them from further violations of the registration and antifraud provisions of the securities laws. Fedonics consented, without admitting or denying the allegations in the complaint, to the entry of a judgment permanently enjoining and restraining it from further violations of the reporting provisions of the Exchange Act.

The Court also ordered certain ancillary relief as to Yetman including his undertaking not to be associated as an officer or director with any public company for a period of two years from the date of the entry of the judgment and order against him. The Court also ordered that Fedonics comply with its undertaking concerning certain procedures to be followed in future sales of its securities and to make filings with the Commission which are complete and accurate in all material respects. (SEC v. Timkin, C.A., et al., U.S.D.C., D.C.). (LR-7532)

#### BEN STEELE SENTENCED

The Washington Regional Office announced that on June 24 a petit jury in the District of Columbia found Ben Steele of Alexandria, Virginia, guilty of twelve counts of mail fraud; and on July 1, 1976, the Honorable John H. Pratt, U.S. District Judge for the District of Columbia sentenced Steele to two to ten years imprisonment. Steele, the founder and president of the National School Lunch Company, was charged with making false representations to public investors in order to persuade them to purchase stock in his company for the alleged purpose of financing the production of freezer-ovens which purportedly would revolutionize institutional feeding throughout the United States. (U.S. v. Ben Steele, U.S.D.C., D.C. Criminal No. 75-667). (LR-7533)

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## INVESTMENT COMPANY ACT RELEASES

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#### INVESTORS INCOME FUND

An order has been issued declaring that Investors Income Fund, Inc., has ceased to be an investment company. (Rel. IC-9408 - Aug. 24)

#### FFV ACCUMULATION PLAN

An order has been issued declaring that FFV Accumulation Plan has ceased to be an investment company. (Rel. IC-9409 - Aug. 24)

#### FIRST FUND OF VIRGINIA

An order has been issued declaring that First Fund of Virginia, Inc., has ceased to be an investment company. (Rel. IC-9410 - Aug. 24)

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## HOLDING COMPANY ACT RELEASES

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#### THE COLUMBIA GAS SYSTEM

An order has been issued approving a proposal of The Columbia Gas System, Inc., a registered holding company, and all of its wholly-owned subsidiaries, that the System be granted authority to make loans to transferred employees pursuant to the System's Transfer of Personnel Policy despite certain deviations from the limitations of Rule 48(b)(2)(iii). (Rel. 35-19658 - Aug. 24)

#### SOUTHWESTERN ELECTRIC POWER COMPANY

A notice has been issued giving interested persons until September 20 to request a hearing on a proposal by Southwestern Electric Power Company, subsidiary of Central and South West Corporation, that it issue and sell first mortgage bonds to a municipality in connection with the financing of pollution control facilities. (Rel. 35-19659 - Aug. 24)

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## LISTING, DELISTING AND UNLISTED TRADING ACTIONS

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### LISTING ACTIONS

An order has been issued granting the applications of the following companies to list the specified securities on the following stock exchanges: New York Stock Exchange, Inc. - National Mine Service Company, common stock, \$1.00 par value (effective as of August 10, 1976); Buttes Gas & Oil Co., common stock, (without par value) and 5-1/2% convertible subordinated debentures, due November 1, 1988 (effective as of August 10, 1976). American Stock Exchange, Inc. - Gates Learjet Corporation, common stock, \$1 par value (effective as of August 11, 1976. (Rel. 34-12734)

### UNLISTED TRADING SOUGHT

A notice has been issued giving interested persons until September 8 to request a hearing on applications of the Philadelphia Stock Exchange for unlisted trading privileges in the common stock of the following companies: Colt Industries, Inc.; Gould, Inc.; Inmont Corporation; McDermott (J. Ray) & Co., Incorporated; Nicor, Inc.; and MGIC Investment Corporation (Wisconsin). (Rel. 34-12735)

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## SECURITIES ACT REGISTRATIONS

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### (S-14) MPO VIDEOTRONICS, INC.

820 Second Ave., New York, N.Y. 10017 - 40,334 shares of common stock. It is proposed to offer these shares in exchange for the outstanding common shares of Optico, Inc. (other than for those shares already held by the company), at the rate of one MPO share for each Optico share. The company's primary business is the sale of "English" equestrian equipment and apparel. (File 2-56879 - July 23)

### (S-2) WORLD PROTEIN CORPORATION

2125 Center Ave., Fort Lee, N.J. - 658,800 shares of common stock and warrants to purchase 329,400 shares of common stock, to be offered for sale in 2,196 units, each unit consisting of 300 common shares and 150 warrants, at \$450 per unit through M.H. Meyerson & Co., Inc., 15 Exchange Place, Jersey City, N.J. The company holds licenses for the manufacture, sale and distribution of peanut flakes, a processed form of peanuts, which method of process is covered by certain domestic patents. (File 2-56907 - July 29)

### (S-1) CHEFS INTERNATIONAL, INC.

P.O. Box 67, Spring Lake, N.J. 07762 - 750,000 shares of common stock, to be offered for sale at a price of \$4 per share through First Jersey Securities, Inc., 80 Broad St., New York, N.Y. 10004 as underwriter. The company is engaged in the ownership and operation in regional shopping malls of limited-menu and fast-food type restaurants as a franchisee. (File 2-56985 - Aug. 11)

### (S-5) AMERICAN GENERAL MUNICIPAL BOND FUND

201 South Lake Ave., Pasadena, Cal. 91101 - 1,000,000 units of limited partnership interest (shares), to be offered for sale at \$25 a share (including a sales charge of 4.75% which will be scaled down on purchases in excess of 1,000 shares). The Fund has requested a ruling from the Internal Revenue Service that it will be taxed as a partnership and that tax exempt income allocated to the Limited Partners of the Fund will not be includable in their gross income for Federal income tax purposes. The Fund will enter into a dealer-manager agreement with Alex. Brown & Sons, 135 East Baltimore St., Baltimore, Md. 21202 under which it, as dealer-manager, will form and manage a group of securities dealers to solicit orders for shares. The Fund is a newly organized limited partnership which will operate as an open-end diversified management investment company. The Fund will seek to provide, through investments in municipal bonds as high a level of current interest income exempt from Federal income taxes as is consistent with preservation of capital. (File 2-57039 - Aug. 20)

### (S-16) MORRISON INCORPORATED

First National Bank Bldg., Mobile, Ala. 36602 - 30,398 shares of common stock, which may be offered for sale from time to time by certain shareholders at prices related to the current market value. Morrison and its subsidiaries are engaged in food service and motor inn operations and restaurant equipment sales. (File 2-57043 - Aug. 20)

(S-1) ENERGY MANAGEMENT FUND 1976 COMBINATION PROGRAM

525 North Woodward Ave., Bloomfield Hills, Mich. 48013 - 500 preformation units of participation, to be offered for sale at \$5,000 per unit through selected NASD members on a best efforts basis. The Partnership intends to acquire producing oil and gas properties and to drill exploratory and development wells on acquired undeveloped leases, engaging independent third parties to operate same. (File 2-57044 - Aug. 23)

(S-6) NUVEEN TAX-EXEMPT BOND FUND -  
MEDIUM TERM, SERIES 1

209 South LaSalle St., Chicago, Ill. 60604 - \$10 million of units, to be offered for sale at net asset value. The Fund is a unit investment trust created under a trust indenture between John Nuveen & Co. Inc. as sponsor and United States Trust Company of New York as trustee. It consists of a portfolio of medium term (5 to 15 year maturities) 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. (File 2-57045 - Aug. 23)

(S-14) A. E. STALEY MANUFACTURING COMPANY

2200 East Eldorado St., Decatur, Ill. 62525 - 254,234 shares of common stock. It is proposed to offer 243,650 of these shares in exchange for the outstanding common stock of Gregg's Food Products, Inc., Portland, Ore. at the rate of one share for each 4.724 Gregg's shares. 10,584 of these shares will be reserved for issuance upon exercise of stock options by employees of Gregg's. The company develops, processes and markets a broad line of food ingredients, animal feeds, products for the paper, textile and other non-food industries and consumer products. (File 2-57049 - Aug. 24)

(S-7) GOULD INC.

10 Gould Center, Rolling Meadows, Ill. 60008 - 1,000,000 shares of common stock. These shares will be offered for sale by a group of underwriters for whom Kidder, Peabody & Co. Inc., 10 Hanover Square, New York, N.Y. 10005, will act as the representative. Gould Inc. is an integrated manufacturer and developer of electrical and industrial products. (File 2-57050 - Aug. 24)

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:

Martin Processing, Inc., Martinsville, Va. (File 2-56976 - Aug. 10) -  
100,000 shares  
Wells Fargo & Company, San Francisco, Cal. (File 2-57022 - Aug. 19) -  
400,000 shares  
Schultz Sav-O Stores, Inc., Sheboygan, Wis. (File 2-57027 - Aug. 19) -  
18,500 shares  
Argo Petroleum Corp., Los Angeles, Cal. (File 2-57032 - Aug. 20) - 130,095  
shares  
Savin Business Machines Corp., Valhalla, N.Y. (File 2-57037 - Aug. 20) -  
20,000 shares  
National Detroit Corporation, Detroit, Mich. (File 2-57042 - Aug. 23) -  
20,000 shares  
Eaton Corp., Cleveland, Ohio (File 2-57048 - Aug. 23) - 568,181 shares

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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