



TEXAS

MONTHLY SECURITIES BULLETIN

JAMES H. MILAM
Chairman
W. GROGAN LORD
Member
DAVID D. ALLEN
Member
ROY W. MOUER
Commissioner
A. JAMES ELLISOR
Deputy Commissioner

State Securities Board

709 STATE FINANCE BUILDING

POST OFFICE BOX 13167, CAPITOL STATION, AUSTIN, TEXAS 78711 — TELEPHONE (512) 475-4561

Government Documents

OCT 23 1973

Dallas Public Library

September, 1973

SEPTEMBER PERMITS

In September, the State Securities Board issued permits for 47 issuers to sell \$42,246,453 in securities.

Total dollar amount of securities applications processed for the first month of the fiscal year was \$42,246,453, as compared with \$101,899,720 for the same month last year.

LICENSE INFORMATION

During September, a total of 175 examinations were administered to 170 applicants for licensing under the Texas Securities Act. This included 162 examinations on the Texas Securities Act, 8 examinations on the General Securities Principles, and 5 examinations on the Special Bond Examination. There were 92.6% of the applicants who passed the Texas Law portion on first attempt, 75% of the applicants who passed the General Securities portion on first attempt, and 60% of the applicants who passed the Special Bond Examination on first attempt.

PRESS RELEASE

On September 13, 1973, Securities Commissioner Roy W. Mouer and Attorney General of Texas John L. Hill jointly issued a press release in which it was concluded that "commodity options" in unregulated commodities would fall within the ambit of the Texas Securities Act, and therefore must be registered. It was stressed that the sale of unregistered securities constitutes a felony. Hill and Mouer stated that information had come to their attention indicating that a number of companies in Texas presently are engaged in the business of offering and selling contracts, variously referred to as "commodity options," "double options," "puts," or "calls," by which they undertake, in return for a cash payment commonly called a "premium," to confer upon the person making such payment, the right, within a stated period and at a stated price, to purchase or sell their "option" in a particular commodity such as cocoa, sugar, coffee, or a variety of metals, particularly silver.

ADMINISTRATIVE ORDERS

IN THE MATTER OF
SECURED INVESTMENT COMPANY
Suite 312, 7255 Clarewood Drive
Houston, Texas 77036

Ø
Ø
Ø

ORDER NO. CP-504
September 4, 1973

Secured Investment Company was ordered to cease publication of a newspaper advertisement reading in part, "Monthly income for you on diversified investments, 12% interest per annum to be paid monthly." The Commissioner found that Secured Investment Company was not a registered securities

dealer or investment adviser in the State of Texas, and that the securities issued by Secured Investment Company had never been registered for sale in the State of Texas. The Commissioner also found that the advertisement failed to disclose material facts necessary in order to make the representations made not misleading to purchasers and prospective purchasers, and was likely to deceive readers thereof.

IN THE MATTER OF
SOUTHWEST LAND CORPORATION
2525 East Missouri Avenue
El Paso, Texas 79903
AND SOUTHWEST LAND CORPORATION
P. O. Box 2990
El Paso, Texas 79950

Ø
Ø
Ø
Ø
Ø
Ø
Ø

ORDER NO. 5.0-506
September 7, 1973

An Order revoking the secondary trading exemption of the Texas Securities Act with respect to securities issued by Southwest Land Corporation was issued on September 7, 1973, after it was determined by the Securities Commissioner that the corporation had filed for reorganization under Chapter XI of the Federal Bankruptcy Act.

IN THE MATTER OF THE PROHIBITION
OF THE SALE IN TEXAS OF SECURITIES
BY PROPERTY INVESTMENTS, INC.
6401 Southwest Freeway
Houston, Texas 77036

Ø
Ø
Ø
Ø
Ø

ORDER NO. CD-507
September 19, 1973

An Order prohibiting the further sale of securities by Property Investments, Inc., a Houston-based corporation, was issued on September 19, 1973, by Securities Commissioner Roy W. Mouer. The Order states that Property Investments, Inc. had, in certain instances, sold investment contracts in the form of predevelopment interest securities in violation of the dealer licensing and securities registration provisions of the Texas Securities Act. The Commissioner's Order further stated that in instances where the sale of securities was involved, Property Investments, Inc. had failed to adequately disclose material facts to investors. The Commissioner also stated in his Order that certain representations by company salesmen and certain promotional material used by the salesmen constituted misrepresentations of material facts to investors.

CONVICTIONS

Joe B. Springfield of Plano, Texas, pleaded guilty to the offense of unlawful sales of securities by an unregistered dealer on September 13, 1973, in Lubbock County District Court. Springfield had been charged in a three-count indictment with theft, acting as an unregistered dealer, and selling unregistered stock in Pronto, Inc., a car-wash business.

Judge Robert C. Wright, presiding Judge in the 137th Judicial District Court, Lubbock, Texas, sentenced Springfield to six years in the penitentiary, which sentence was probated upon the condition that he make restitution of \$13,000.00 to a purchaser from Lubbock. Springfield had earlier pleaded guilty to a similar charge in Littlefield, Texas, on August 7, 1973, and at that time was given a similar sentence.

INDICTMENT

An indictment charging William Ronald Doyle of Dallas, Texas, with the sale of unregistered securities, the sale of securities by an unregistered dealer, and fraud in the sale of securities, has been returned by a Dallas County Grand Jury. The indictment alleged that Doyle fraudulently represented to a Dallas resident that Doyle's Henrietta, Texas, oil well on which he had a lease, had been producing 280 barrels of oil a day before it was capped. In addition, the indictment charged Doyle with fraudulently failing to disclose that the oil well interest described in a contract between Doyle and the investor was not an interest in the Henrietta oil well which Doyle orally represented to the investor that she was purchasing.

NOTICES CLEARED FOR DEALER SECONDARY TRADING

9-26-73 ECHO OIL CORPORATION, 400 First National Tower Bldg., P. O. Box 3036, Casper, Wyoming, qualified to March 31, 1974.

EXPIRED NOTICES FOR DEALER SECONDARY TRADING
UNDER SECTION 5.0 OF THE ACT

9-30-73 CINEMATION INDUSTRIES, INC., 1350 Avenue of the Americas, New York, New York.

MONTHLY REPORT OF SECURITIES REGISTRATIONS IN TEXAS

A summary of individual permits issued in September, 1973, follows: These permits are permissive only and do not constitute a recommendation of the State Securities Board.

	<u>ISSUER</u>	<u>TYPE OF OFFERING</u>
8-28-73	Ada Oil Exploration Corporation 6910 Fannin Street P. O. Box 844 Houston, Texas	\$250,000.00 of Limited Partnership Interest in Ada 1973-E Oil and Gas Income Program, Series II. Minimum investment is \$5,000.00.
9-12-73	Alliance Bond Fund, Inc. 140 Broadway New York, New York	Shs com/s @ net asset value.
9-25-73	Amcap Fund, Inc. 611 West Sixth Street Los Angeles, California	Shs com/s @ net asset value.
9-27-73	American Financial Corporation One East Fourth Street Cincinnati, Ohio	\$1,137,500 prin. amt. of 9 1/2% Debs. due December 3, 1988 at 100%; 50,000 9 1/2% Notes due January 10, 1980 @ \$5.00; 70,000 Series D, \$1.38 non-voting Cumulative Preferred Stock @ \$10.50; 50,000 Common Stock Purchase Warrants expiring December 3, 1980 @ \$1.50; and 25,000 shs com/s underlying the wts., registered @ \$22.50 ea.
9-26-73	American Property Investors III 1776 S. Jackson Street Denver, Colorado	200 Units of Limited Partnership Interests @ \$500.00 ea. Minimum investment 10 Units.
9-12-73	The Arcadia Company 1501 Broadway New York, New York	35 Units of Limited Partnership Interests @ price of \$12,000.00 ea., plus a maximum overcall of \$2,400.00 per Unit. Minimum investment one-half (1/2) Unit.
9-24-73	Barnett Banks of Florida, Inc. 100 Laura Street Jacksonville, Florida	2,088.75 shs com/s (\$2.00 par value) to be offered in exchange for cap/s of ten banks. Exchange value \$52.60.
9-26-73	Beker Industries Corp. 35 Mason Street Greenwich, Connecticut	40,000 shs com/s (\$.03 1/3 par value) @ \$15.00 ea.
9-28-73	Broad Street Investing Corporation 65 Broadway New York, New York	Shs com/s @ net asset value.
9-27-73	CPC International Inc. Savings Plan for Salaried Employees International Plaza Englewood Cliffs, New Jersey	Interests in the Savings Plan for Salaried Employees to be sold to eligible employees @ net asset value.

9-6-73	Camco Financial Corporation 814 Wheeling Avenue Cambridge, Ohio	1,479.6 shs com/s (\$1.00 par value) valued @ \$11.90 ea. and/or 6 shs of Series M Preferred Stock valued @ \$257.00 ea. to be exchanged for all the outstanding Permanent Stock of The Marietta Savings & Loan Company. 5.4 shs com/s will be exchanged for one shr of Marietta stock or one shr of Preferred for four shs of Marietta stock.
9-20-73	Canadian-American Resources Fund, Inc. 2200 Continental National Bank Building Fort Worth, Texas	\$1,500,000.00 of Limited Partnership Interest in 1973-3 Partnership. Minimum subscription is \$5,000.00.
9-5-73	The Cattlemen's Group Associates 1020 Prospect Street Suite 304 La Jolla, California	\$200,000.00 worth of preorganization subscription rights in The Cattlemen's Group Associates Limited Partnership No. 73-1 are registered with a minimum investment in Texas of \$5,000.00.
9-27-73	Central Bancshares of the South, Inc. 701 S. 20th Street Birmingham, Alabama	400 shs of Central Bancshares of the South, Inc. com/s @ \$20.00 ea., to be exchanged for shs of First National Bank of Auburn, Deposit National Bank of Mobile, and Planters and Merchants Bank of Uniontown.
9-6-73	Damson 1973-A Exploration Fund 366 Madison Avenue New York, New York	40 Units of Limited Partnership Interest @ \$5,000.00 ea., plus a maximum possible assessment of \$750.00 ea.
9-18-73	E. I. Du Pont De Nemours and Company Thrift Plan 1007 Market Street Wilmington, Delaware	Interests in the Thrift Plan to be sold to eliglble employees @ net asset value.
9-26-73	Energex Corporation One Beacon Street Boston, Massachusetts	35 Units of Limited Partnership Interest in program Vance Sanders Drilling Program @ \$5,000.00 ea., plus a maximum possible assessment of \$2,500.00 ea.
9-18-73	Hanover Planning Company, Inc. 5 Hanover Square New York, New York	\$375,000.00 of Limited Partnership Interest in the 1973 Hanover Drilling Program Series 10, Ltd. Minimum subscription is \$5,000.00.
9-13-73	Hexcel Corporation (Employees Stock Purchase Plan) 11711 Dublin Blvd. Dublin, California	Shs com/s (\$1.00 par value) to be sold to eligible employees @ the lower of 85% of the mean of the bid and asked price for the com/s averaged over thirty calendar days prior to a participation date, or 100% of such mean on the trading day next preceding the purchase date.
9-6-73	IDS/Nuveen Income Trust, Series 1 209 South La Salle Chicago, Illinois	4,500 Units, ea. consisting of a fractional undivided interest in the prin. and net income of the Trust @ net asset value. Price not to exceed \$105.00 ea. plus accrued interest.
9-10-73	Industrial Development Board of the County of Anderson (Tennessee) County Courthouse Clinton, Tennessee	60 Industrial Development Revenue Bonds, due 1975 through 1994 (Sprague Electric Company - lessee and guarantor), @ \$5,000.00 ea.
9-26-73	Ivy Fund, Inc. 441 Stuart Street Boston, Massachusetts	Shs com/s @ net asset value.

9-13-73	MGF 73-B, Ltd. 1126 Vaughn Bldg. Midland, Texas	40 Units of Limited Partnership Interests @ \$5,000.00 ea.
9-28-73	Massachusetts Financial Development Fund, Inc. 200 Berkeley Street Boston, Massachusetts	Shs com/s @ net asset value.
9-27-73	May Petroleum, Inc. 1435 Republic National Bank Building Dallas, Texas	20 Units of Participation in May Series B Drilling Program @ \$5,000.00 ea.
9-10-73	Mayflower Corporation 863 Massachusetts Ave. Indianapolis, Indiana	800 shs com/s (without par value) to be exchanged for 800 shs of Aero Mayflower Transit Company, Inc. For registration purposes, the stock is valued @ \$15.376 ea.
9-17-73	Midamerica Mutual Fund, Inc. 375 Collins Road, N.E. Cedar Rapids, Iowa	Shs com/s @ net asset value.
9-21-73	Municipal Investment Trust Fund, Seventeenth Monthly Payment Series One Liberty Plaza New York, New York	6,250 Units, ea. consisting of a fractional undivided interest in the prin. and net income of the Fund @ net asset value. Price not to exceed \$1,050.00 per Unit plus accrued interest.
9-19-73	Natural Gas Pipeline Co. of America 122 South Michigan Ave. Chicago, Illinois	\$300,000.00 prin. amt. of First Mortgage Pipeline Bonds @ 100% due 1993, and 1,800 shs Cumulative Preferred Stock, \$100.00 par value @ \$100.00 ea.
9-20-73	Nuveen Tax-Exempt Bond Fund, Series 51 209 South La Salle St. Chicago, Illinois	20,000 Units, ea. consisting of a fractional undivided interest in the prin. and net income of the Fund @ net asset value. Price not to exceed \$105.00 ea. plus accrued interest.
9-20-73	Oppenheimer Systematic Capital Accumulation Program (Oppenheimer A.I.M. Fund, Inc.) One New York Plaza New York, New York	Single Payment Plans and Systematic Capital Accumulation Plans for the accu- mulation of shs of Oppenheimer A.I.M. Fund, Inc. @ face amt.
9-13-73	Patrick Oil & Gas Corp. 744 West Michigan Ave. Jackson, Michigan	25 Units of Limited Partnership Interests in the 1973 Oil and Gas Program No. 2 @ \$5,000.00 ea. Minimum subscription \$5,000.00.
9-6-73	Petro-Lewis Funds, Inc. Colorado State Bank Building, Suite 1400 Denver, Colorado	\$500,000.00 of Limited Partnership Interest in Petro-Lewis Oil Income Program/73-8. Minimum subscription is \$5,000.00.
9-26-73	Petro-Lewis Funds, Inc. Colorado State Bank Building, Suite 1400 Denver, Colorado	\$250,000.00 of Limited Partnership Interest in Petro-Lewis Oil Income Program/73-9. Minimum subscription is \$5,000.00.
9-26-73	Petro-Search Exploration Corporation 825 Petroleum Club Building Denver, Colorado	\$350,000.00 of Limited Partnership Interests in Petro-Search Income Program Series III 73-I-4 Partnership. Minimum subscription is \$5,000.00.
9-18-73	Phoenix Fund, Inc. One American Row Hartford, Connecticut	Shs com/s @ net asset value.

- 9-13-73 Pioneer Hi-Bred International, Inc. 80,000 shs com/s (\$1.00 par value) @ \$27.00 ea.
1206 Mulberry Street
Des Moines, Iowa
- 9-6-73 Quintana Refinery Co. 30,000 shs com/s (\$10.00 par value) @ \$10.00 ea.
1800 500 Jefferson Bldg.
Houston, Texas
- 9-5-73 Edward Scott Management/MK-73, Ltd. 130 Units of Limited Partnership Interest @ prin. amt. of \$32,615.00 ea., including an initial capital contribution of \$5,120.00 ea.
2000 West Loop South
Suite 1960
Houston, Texas
- 9-27-73 Scudder Special Fund, Inc. Shs com/s @ net asset value.
345 Park Avenue
New York, New York
- 9-13-73 Shearson Income Fund, Inc. Shs com/s @ net asset value.
14 Wall Street
New York, New York
- 8-14-73 United Funds, Inc. Shs of United Accumulative Fund @ net asset value.
(Accumulative)
One Crown Center
Kansas City, Missouri
- 8-6-73 United Funds, Inc. Shs of United Bond Fund @ net asset value.
(Bond Fund)
20 West 9th Street
Kansas City, Missouri
- 9-24-73 Variable Investment Plan Single and Monthly Investment Programs for the accumulation of shs of Channing Shares, Inc. @ face amt.
2727 Allen Parkway
Houston, Texas
- 9-11-73 Weight Watchers International, Inc. 100,000 shs com/s (\$.25 par value) @ \$11.00 ea.
175 East Shore Road
Great Neck, New York
- 9-23-73 The Willow Fund, Inc. Shs com/s @ net asset value.
One Chase Manhattan
New York, New York
- 9-24-73 Windsor Fund, Inc. Shs com/s @ net asset value.
P. O. Box 823
Valley Forge, Pennsylvania

REGISTRATION APPLICATIONS WITHDRAWN OR ABANDONED

- 9-27-73 Big Smith, Inc. 20,000 shs com/s @ \$14.00 ea.
526 Howard Street
Cartage, Missouri
- 9-21-73 Briarcliff Clothes, Ltd. 50 Units, ea. consisting of \$1,000.00 of 10% Sub. Deben. due 1993 and 100 shs com/s @ \$1,400.00 ea.
6 West 33rd Street
New York, New York
- 9-10-73 Bud Antle, Inc. 15,000 shs com/s (no par value) @ \$14.00 ea.
639 South Sanborn Road
Salinas, California
- 9-3-73 Colony Beach Associates, Ltd. Residential Condominium Units in the amount of \$497,750.00 and Limited Partnership Interest Points in the amount of \$2,250.00 ea.
1620 Gulf of Mexico Drive
Longboat Key, Sarasota, Florida

9-4-73	Defiance Manufacturing Co., Inc. 1345 Avenue of the Americas, 39th Floor New York, New York	5,000 shs com/s (\$.10 par value) @ \$14.00 ea.
9-26-73	Fabri-Quilt, Inc. 1424 Gentry North Kansas City, Missouri	25,000 shs com/s @ \$8.00 ea.
9-20-73	First Drivers Corporation 47th and Ashland Chicago, Illinois	75,000 shs com/s (\$1.00 par value) @ \$20.00 ea.
9-17-73	Food Corporation International 2001 Kirby Drive Houston, Texas	180,000 shs com/s (\$.10 par value) @ \$17.50 ea.
9-4-73	MultiVest Real Estate Fund, Ltd., Series VI 26300 Telegraph Road Southfield, Michigan	500 Units in a limited partnership engaged in real estate investments to be known as MultiVest Real Estate Fund, Ltd., Series VI, a limited partnership to be formed @ \$500.00 ea.
9-28-73	Nibco, Inc. 500 Simpson Avenue Elkhart, Indiana	50,000 shs com/s (\$1.00 par value) @ \$24.00 ea.
9-6-73	Northwest Carriers, Inc. 152 Petroleum Center Building Farmington, New Mexico	20,000 shs com/s (\$.10 par value) @ \$5.00 ea.
9-10-73	Oshman's Sporting Goods, Inc. 2302 Maxwell Lane Houston, Texas	50,000 shs com/s @ \$24.00 ea.
9-26-73	World Jai-Alai, Inc. 3500 N. W. 37th Avenue Miami, Florida	50,000 shs com/s @ \$15.00 ea.

Securities Registrations from September 1, 1973, through September 30, 1973

Month of September, 1973

	<u>Number</u> <u>Registration</u>	<u>Amount</u>	<u>Prior Total</u> <u>Accumulated</u>	<u>Total</u>
<u>Original Applications</u> <u>of Corporate Securities</u>				
Texas Companies	6	\$ 6,589,950(1)		\$ 6,589,950
Foreign Companies	28	23,895,540(2)		23,895,540
	<u>34</u>	<u>\$30,485,490</u>		<u>\$30,485,490</u>
<u>Renewal Registrations</u>				
Texas Companies	1	795,800(3)		795,800
Foreign Companies	12	10,965,163(4)		10,965,163
	<u>13</u>	<u>\$11,760,963</u>		<u>\$11,760,963</u>
TOTALS	<u>47</u>	<u>\$42,246,453</u>		<u>\$42,246,453(5)</u>

Includes Investment Companies and Employee Benefit Plans Amounting to:

- (1) \$ -0-
- (2) 13,451,263
- (3) 795,800
- (4) 10,965,163
- (5) 25,212,226

STATE SECURITIES BOARD
P. O. Box 13167
Capitol Station
Austin, Texas 78711

BULK RATE
U. S. POSTAGE PD.
AUSTIN, TEXAS
PERMIT NO. 2297

DALLAS PUBLIC LIBRARY
COMMERCE & HARWOOD
DALLAS TEX 75201

JOHN E GEORGE