



TEXAS

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MONTHLY SECURITIES BULLETIN

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Deputy Commissioner

State Securities Board

709 LYNDON B. JOHNSON BUILDING

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July, 1977

REVISED FEE SCHEDULE

Chapter 327, Acts of the 65th Legislature, which was enacted during the 1977 regular legislative session and takes effect on August 29, 1977, contains certain amendments to the fees to be paid to the State Securities Board. Below is a list of all fees to be paid to the Board for filing applications and amendments after August 29.

Fees to be paid for filing applications for securities licenses are as follows:

- a. General Securities Dealer - fee, \$35.00 for original or renewal application.
- b. Individual Dealer - fee, \$35.00 for original or renewal application.
- c. Issuer-Dealer - fee, \$35.00 for original or renewal application.
- d. Dealer in Oil and Gas Interests - fee, \$35.00 for original or renewal application.
- e. Restricted Bond Dealer - fee, \$35.00 for original or renewal application.
- f. Restricted Real Estate Securities Dealer - fee, \$35.00 for original or renewal application.
- g. Investment Adviser - fee, \$35.00 for original or renewal of dealer/investment adviser and \$15.00 for original or renewal of a salesman/investment adviser application.
- h. Salesman - fee, \$15.00 for original or renewal application.
- i. Amendment to Registration Certificate of any dealer or salesman - fee, \$5.00.

Fees to be paid for filing an application for registration of securities are as follows:

- a. Application to Register Securities - fee, \$10.00 for original, renewal or amendment application.
- b. Examination of Application to Register Securities - fee, 1/10 of one percent of the aggregate amount of securities to be sold in this State, based upon the price at which said securities will be offered to the public.

JULY PERMITS

In July the State Securities Board issued permits for 64 issuers to sell \$142,746,913 in securities.

Total dollar amount of securities applications processed for the first eleven months of this fiscal year was \$1,796,768,115 as compared to \$1,495,620,654 for the same period last year -- a gain of \$301 Million for the same period last year. Total number of applications processed for the first eleven months was 1,177.

LICENSE INFORMATION

During July, a total of 159 examinations were administered to 155 applicants for licensing under the Texas Securities Act. This included 152 examinations on the Texas Securities Act, 5 examinations on the General Securities Principles and 2 examinations on the Special Bond Examination. There were 58.5% of the applicants who passed the Texas Law Portion, 100.0% of the applicants who passed the General Securities Portion, and 50.0% of the applicants who passed the Special Bond Examination.

CONVICTIONS

C. Dean Hubbard pleaded guilty to a charge of acting as an unregistered securities dealer in the 142nd District Court, Midland County, Texas, on July 18, 1977. Hubbard was charged with being an unregistered dealer, with selling unregistered securities of Deano-Valve Company and with the use of fraud in the sale of securities. An earlier trial of Hubbard on these charges resulted in a mistrial when the jury was unable to reach a unanimous verdict. Hubbard was sentenced to five years in the penitentiary which was probated.

CEASE PUBLICATION NOTICE

Securities Commissioner Richard D. Latham, on July 6, 1977, ordered Gary R. Paro, d/b/a T.A.S. Investments and T.A.S. Investments Advertising Fund to cease publication, dissemination and use of advertisements in connection with the sale or offer for sale of securities within the State of Texas. The Commissioner found that Gary R. Paro and the related entities had failed to register as securities dealers or investment advisers and that the securities offered had not been registered for sale in Texas. The Commissioner also concluded the advertisement was never filed in compliance with the Texas Securities Act and that the advertisement contained misleading statements while failing to disclose material facts, which would likely deceive a reader of the advertisement.

NOTICES CLEARED FOR DEALER SECONDARY TRADING

- 7-1-77 AMERICAN QUASAR PETROLEUM CO., 2500 Fort Worth National Bank Bldg., Fort Worth, Texas 76102, extended to June 30, 1978.
- 7-14-77 FIRST CONTINENTAL LIFE GROUP, INC., 2303 Smith Street, Houston, Texas 77006, extended to June 30, 1978.
- 6-29-77 LUFKIN INDUSTRIES, INC., 497 Kiln Ave., Lufkin, Texas 75901, qualified to June 30, 1978.

NOTICES WITHDRAWN AND NOT CLEARED FOR DEALER SECONDARY TRADING

- 7-18-77 KIMBALL INTERNATIONAL, INC., 1549 Royal Street, Jasper, Indiana 47546.

MONTHLY REPORT OF SECURITIES REGISTRATION IN TEXAS

A summary of individual permits issued in July, 1977, follows. The permits are permissive only and do not constitute a recommendation of the State Securities Board.

<u>ISSUER</u>	<u>TYPE OF OFFERING</u>
7-15-77 Affiliated Food Stores, Inc. 9001 Ambassador Row Dallas, Texas	6,000 shs of com/s @ \$100.00 per shr.

7-27-77	Alpha Income Fund, Inc. Suite 500 Two Piedmont Center N.E. Atlanta, Georgia	Shs of com/s @ Net Asset Value.
7-26-77	American General Municipal Bond Fund, Inc. 2777 Allen Parkway Houston, Texas	Shs of com/s @ Net Asset Value.
7-19-77	American General Reserve Fund, Inc. 2777 Allen Parkway Houston, Texas	Shs of com/s @ Net Asset Value.
7-21-77	American Income Trust, Series 3 777 East Wisconsin Avenue Milwaukee, Wisconsin	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Trust, @ Net Asset Value.
7-29-77	American Mutual Fund, Inc. 611 West Sixth Street 32nd Floor Los Angeles, California	Shs of cap/s @ Net Asset Value.
7-7-77	American Tax-Exempt Bond Trust, Series 20 130 John Street New York, New York	Units of Ben. Int. in the prin. and net income of the Trust @ Net Asset Value.
7-29-77	Axe-Houghton Income Fund, Inc. 400 Benedict Avenue Tarrytown, New York	Shs of cap/s @ Net Asset Value.
7-6-77	Brock Exploration Corporation 150 Baronne Street New Orleans, Louisiana	50 Units of Ltd. Partnership Ints. in Brock Exploration Corporation 1977 Oil and Gas Drilling Program @ \$5,000.00 per Unit plus assessments up to 20%.
7-26-77	Capital Preservation Fund, Inc. 459 Hamilton Avenue Palo Alto, California	Shs of cap/s @ Net Asset Value.
7-8-77	Church Loans & Investments Trust 4102 West 51st Street Amarillo, Texas	\$2,000,000.00 Face Amt. of Secured Savings Certificates in Denominations of \$1,000.00 or more.
7-23-77	Colonial Option Income Fund, Inc. 75 Federal Street Boston, Massachusetts	Shs of com/s @ Net Asset Value.
7-15-77	Contrafund, Inc. 82 Devonshire Street Boston, Massachusetts	Shs of cap/s @ Net Asset Value.
7-28-77	Corporate Income Fund, Fifty- Eighth Monthly Payment Series One Liberty Plaza 165 Broadway New York, New York	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Fund @ Net Asset Value.
7-21-77	Corporate Income Fund, Fifty- Seventh Monthly Payment Series One Liberty Plaza 165 Broadway New York, New York	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Fund @ Net Asset Value.
7-6-77	Corporate Income Fund, Fifty- Sixth Monthly Payment Series One Liberty Plaza 165 Broadway New York, New York	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Fund @ Net Asset Value.

2-17-77	The Crucible Fund Parkway West and Route 60 Pittsburgh, Pennsylvania	Participating Ints. to eligible employees of Crucible, Inc., @ Net Asset Value.
7-15-77	The Crucible Fund Parkway West and Route 60 Pittsburgh, Pennsylvania	Participating Ints. to eligible employees of Crucible, Inc., @ Net Asset Value.
7-21-77	Data 100 Corporation P. O. Box 1222 Minneapolis, Minnesota	\$750,000.00 Face Amt. of 10% Conv. Sub. Deben. due 1992 @ 100%.
7-22-77	Exxon Corporation Thrift Plans 1251 Avenue of the Americas New York, New York	Participations in the Thrift Plans to eligible employees @ Net Asset Value.
7-22-77	Fidelity Corporate Bond Fund, Inc. 82 Devonshire Street Boston, Massachusetts	Shs of cap/s @ Net Asset Value.
7-10-77	Fidelity Destiny Fund, Inc. 82 Devonshire Street Boston, Massachusetts	Shs of com/s @ Net Asset Value.
7-8-77	Fidelity Municipal Bond Fund, Inc. 82 Devonshire Street Boston, Massachusetts	Shs of com/s @ Net Asset Value.
7-8-77	First Variable Rate Fund For Government Income, Inc. 1700 Pennsylvania Avenue, N.W. Washington, D. C.	Shs of cap/s @ Net Asset Value.
7-17-77	The Foxboro Company Employee's Investment Plan 38 Neponset Avenue Foxboro, Massachusetts	Participations in the Plan @ Net Asset Value.
7-30-77	Fund for U. S. Government Securities, Inc. 421 Seventh Avenue Pittsburgh, Pennsylvania	Shs of cap/s @ Net Asset Value.
7-8-77	E. F. Hutton Corporate Income Fund, Tenth Series One Battery Park Plaza New York, New York	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Fund @ Net Asset Value.
7-26-77	Industrial Development Bank of Israel Limited 9 Ahad Haam Street Tel Aviv, Israel	\$356,000.00 Prin. Amt. of Industrial Development Bank of Israel Limited, 7 1/2% registered Capital Notes due 1999, priced @ 100%.
7-7-77	International Dairy Queen, Inc. 4701 Green Valley Drive Minneapolis, Minnesota	\$500,000.00 in 10% Sub. Capital Notes due 1987 @ 100%.
7-15-77	Ivest Fund, Inc. P. O. Box 823 Valley Forge, Pennsylvania	Shs of com/s @ Net Asset Value.
7-10-77	Lord Abbett Developing Growth Fund, Inc. 63 Wall Street New York, New York	Shs of com/s @ Net Asset Value.
3-23-77	Lutheran Brotherhood Fund, Inc. 421 Seventh Avenue Pittsburgh, Pennsylvania	Shs of com/s @ Net Asset Value.
7-21-77	MGF Oil Corporation Seventh Floor Vaughn Building P. O. Box 5027 Midland, Texas	\$1,250,000 Face Amt. of 8 1/2% Con. Sub. Deben. due 1992 @ 100%. A \$300.00 com/s Purchase Warrant to exercise up to 30,000 shs.

6-30-77	Marion Corporation Bel-Air Station P. O. Box 16006 Mobile, Alabama	40,000 shs of com/s @ \$19.00 per shr.
7-8-77	Massachusetts Income Development Fund, Inc. 200 Berkeley Street Boston, Massachusetts	Shs of com/s @ Net Asset Value.
7-12-77	McMoran Exploration Co. 3400 The Plaza Tower New Orleans, Louisiana	500,000 shs of com/s @ \$13.75 per shr.
7-12-77	Merrill Lynch Basic Value Fund, Inc. One Liberty Plaza 165 Broadway New York, New York	Shs of com/s @ Net Asset Value.
7-8-77	Merrill Lynch Ready Assets Trust One Liberty Plaza 165 Broadway New York, New York	Shs of Ben. Int. @ Net Asset Value.
7-19-77	Monthly Income Shares, Inc. One Wall Street New York, New York	Shs of cap/s @ Net Asset Value.
7-12-77	Municipal Investment Trust Fund, Seventy-Second Monthly Payment Series One Liberty Plaza 165 Broadway New York, New York	Units, ea. representing a frac. undivided int. in the prin. and net income of the Fund @ Net Asset Value.
6-23-77	Municipal Investment Trust Fund, Twelfth Intermediate Term Series One Liberty Plaza New York, New York	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Fund @ Net Asset Value.
6-30-77	NRM 77-1, Ltd. 900 Building of the Southwest Midland, Texas	20 Units at \$12,500.00 per Unit of Preformation Ltd. Partnership Units convertible into Ltd. Partnership Units plus voluntary assessments up to 30%.
7-13-77	National Municipal Trust, Twenty-First Series One New York Plaza New York, New York	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Fund, @ Net Asset Value.
7-1-77	Neuhoff Bros., Packers, Inc. 2821 Alamo Street Dallas, Texas	340,000 shs of Series A Preferred Stock, in exchange for their com/s in the company @ \$5.00 per shr.
7-13-77	Petro-Lewis Funds, Inc. 1600 Broadway Suite 1400 Denver, Colorado	\$800,000.00 of Ltd. Partnership Ints. in Petro-Lewis Oil Income Program VII, Partnership 1977-8.
7-29-77	Pioneer Fund, Inc. Suite 3190 28 State Street Boston, Massachusetts	Shs of com/s @ Net Asset Value.
7-20-77	Provident Fund for Income, Inc. 349 Lancaster Avenue Haverford, Pennsylvania	Shs of cap/s @ Net Asset Value.
6-20-77	Putnam Convertible Fund, Inc. 265 Franklin Street Boston, Massachusetts	Shs of com/s @ Net Asset Value.

7-17-77	Safeco Income Fund, Inc. Safeco Plaza Seattle, Washington	Shs of com/s @ Net Asset Value.
7-29-77	Savings Plan for Employees of Rolls-Royce, Inc. 375 Park Avenue New York, New York	Participations in the Savings Plan to eligible employees @ Net Asset Value.
7-8-77	Saxon Oil Company - Series Two, Ltd. 280 Canton Avenue, West Winter Park, Florida	100 Preformation Ltd. Partner- ship Units in the Saxon Funds - 1977 Program Series Two, Ltd., @ \$1,000.00 per Unit. Min. sub- scription is 5 Units; min. for- mation size is 600 Units.
7-29-77	Scudder Cash Investment Trust 175 Federal Street Boston, Massachusetts	Shs of Ben. Int. @ Net Asset Value.
7-26-77	Scudder International Fund, Inc. 345 Park Avenue New York, New York	Shs of cap/s @ Net Asset Value.
7-19-77	Scudder Managed Municipal Bonds 175 Federal Street Boston, Massachusetts	Shs of Ben. Int. @ Net Asset Value.
6-23-77	Security Building and Investment Corporation 1254 East Roosevelt Brownsville, Texas	\$796,747.09 is the prin. amt. of Investment Notes due in less than 1 yr., 1 yr., 2 yrs., or 5 yrs., bearing int. @ 6%, 7%, 8% and 8½% respectively @ Face Amt.
7-12-77	Snap-On Tools Corporation (Em- ployee Stock Purchase Plan) 2801 80th Street Kenosha, Wisconsin	Shs of com/s to eligible employ- ees @ Fair Market Value.
7-7-77	Source Capital, Inc. 1888 Century Park East Los Angeles, California	15,000 shs of com/s @ \$13.50 per shr.
7-13-77	The Tappan Company Retirement Savings Plan for Non-Bargain- ing Employees Tappan Park Mansfield, Ohio	Participations in the Retirement Savings Plan for Non-Bargaining Employees to eligible employees @ Net Asset Value.
7-20-77	Tax-Exempt Securities Trust, Series 14 1345 Avenue of the Americas New York, New York	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Trust @ Net Asset Value.
7-21-77	Weeden Corporate Bond Trust, Series 5 Weeden & Co. 30 Montgomery Street Jersey City, New Jersey	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Trust @ Net Asset Value.
6-30-77	Weeden Tax-Exempt Bond Trust, Intermediate Term Series 1 30 Montgomery Street Jersey City, New Jersey	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Trust @ Net Asset Value.
7-29-77	Western Gear Corporation 1974 Non-Qualified Stock Option Plan 2600 East Imperial Highway Lynwood, California	10,000 Non-Qualified Stock Op- tions to eligible employees pur- suant to the 1974 Plan are reg- istered @ \$1.00 per option and 10,000 shs of com/s underlying the options to be offered @ prices not to exceed \$25.00 per shr.

7-24-77	Western Gear Corporation Restated Savings Plan for Salaried Employees 2600 East Imperial Highway Lynwood, California	Participating Ints. in the Savings Plan for Salaried Employees to eligible employees @ Net Asset Value.
6-30-77	Dean Witter Tax-Exempt Trust, First Intermediate Series 130 Liberty Street New York, New York	Units, ea. consisting of a frac. undivided int. in the prin. and net income of the Trust @ Net Asset Value.

REGISTRATION APPLICATIONS WITHDRAWN OR ABANDONED

7-13-77	G. T. Pacific Fund, Inc. 555 California Street San Francisco, California	Shs of com/s @ Net Asset Value.
7-14-77	1976 Prudential Consolidation Partnership 2840 Extex Building Houston, Texas	3,094,026 Units of Ltd. Partnership Ints. @ \$1.00 per Unit.
7-19-77	Industrial Gas Drilling Programs- 1977 Investment Plaza Cleveland, Ohio	20 Units @ \$5,000.00 per unit of Pre-formation General Partnership Interests.

Securities Registrations from September 1, 1976, through July 31, 1977

Month of July, 1977

	<u>Number Registrations</u>	<u>Amount</u>	<u>Prior Total Accumulated</u>	<u>Total</u>
<u>Original Applications of Corporate Securities</u>				
Texas Companies	5	\$ 10,663,500 (1)	\$ 189,037,017	\$ 199,700,517
Foreign Companies	32	113,121,688 (2)	980,802,901	1,093,924,589
	<u>37</u>	<u>\$ 123,785,188</u>	<u>\$1,169,839,918</u>	<u>\$1,293,625,106</u>
<u>Renewal Registrations</u>				
Texas Companies	3	3,878,518 (3)	53,183,160	57,061,678
Foreign Companies	24	15,083,207 (4)	394,611,765	409,694,972
	<u>27</u>	<u>\$ 18,961,725</u>	<u>\$ 447,794,925</u>	<u>\$ 466,756,650</u>
TOTALS	<u>64</u>	<u>\$ 142,746,913</u>	<u>\$1,617,634,843</u>	<u>\$1,760,381,756 (5)</u>

Includes: Investment Companies and Employee Benefit Plans Amounting to:

- (1) \$ 5,388,500
- (2) 102,834,188
- (3) 3,878,518
- (4) 14,727,207
- (5) 1,444,473,468

STATE SECURITIES BOARD
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