

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

A brief summary of financial proposals filed with and actions by the S.E.C.



Washington 25, D.C.

(In ordering full text of Releases from Publications Unit, cite number)

FOR RELEASE January 26, 1962

UNIVERSAL FOODS FILES FOR OFFERING AND SECONDARY. Universal Foods Corporation, 221 East Buffalo St., Milwaukee, Wisc., filed a registration statement (File 2-19673) with the SEC on January 25th seeking registration of 104,196 shares of common stock, of which 47,248 shares are to be offered for public sale by the company and 56,948 shares, being outstanding stock, by the holders thereof. Smith, Barney & Co. heads the list of underwriters. The public offering price and underwriting terms are to be supplied by amendment.

The company (formerly Red Star Yeast and Products Company) is engaged principally in the production of yeast and other food products. It has broadened its product line through the recent acquisition of the operating net assets of and right to use the name of Universal Foods Corp., a producer of institutional food products, as well as the outstanding common stock of Chili Products Corporation, Ltd., a producer of dehydrated chili peppers and paprika. The net proceeds from the company's sale of additional stock may be used in connection with the diversification of the company's product lines and its acquisition program.

In addition to certain indebtedness, the company has outstanding 429,721 shares of common stock, of which Carroll Investments, Inc. owns 14.8%, the family of Russell D. L. Wirth, president, in excess of 10%, and management officials as a group 11.7%. The prospectus lists five selling stockholders including Loewi & Co., Incorporated, which owns 40,248 shares and proposes to sell all such shares.

TYLER PIPE & FOUNDRY FILES FOR SECONDARY. Tyler Pipe & Foundry Company, Lindale Road, Swan, Texas, filed a registration statement (File 2-19674) with the SEC on January 25th seeking registration of 120,000 outstanding shares of common stock, to be offered for public sale by the holders thereof on an all or none basis through underwriters headed by First Southwest Company. The public offering price and underwriting terms are to be supplied by amendment.

The company is engaged in the business of designing, developing and manufacturing cast iron products including cast iron soil pipe, cast iron pipe fittings, cast iron plumbing specialty fittings and cast iron pressure pipe fittings. In addition to certain indebtedness and preferred stock, the company has outstanding 876,000, of which M. J. Harvey, board chairman and president, and M. J. Henley, a vice president, own 14.80% and 13.40%, respectively, and management officials as a group 48.20%. The prospectus lists 60 holders of 644,910 shares, including Harvey and Henley who propose to sell 8,500 and 27,390 shares, respectively, and others who propose to sell amounts ranging from 100 to 7,500 shares.

WARLICK PRESS FILES FOR STOCK OFFERING. Warlick Press, Inc., 2263 Valdina Street, Dallas, Texas, filed a registration statement (File 2-19675) with the SEC on January 25th seeking registration of 180,000 shares of common stock, to be offered for public sale through underwriters headed by Eppler, Guerin & Turner, Inc. The public offering price and underwriting terms are to be supplied by amendment. The statement also includes 18,000 shares underlying 3-year warrants to be sold to the principal underwriter for \$180, exercisable initially at \$5.35 per share.

The company (formerly Warlick Law, Inc.) is engaged in financial printing including the printing of various legal and financial documents used in business and corporate financing, and in printing law briefs and court transcripts for lawyers. Of the net proceeds from the stock sale, \$300,000 will be used to redeem 50,000 preferred shares now outstanding, \$300,000 to purchase a Miehle four-unit general purpose, blanket-to-blanket web offset lithographic press and related equipment, and the balance will be added to working capital and may be used to acquire additional plant facilities. Pursuant to a recent recapitalization, 50,000 common shares then outstanding and owned by Jack H. Weersing, president, were changed into 200,000 new common shares, and 50,000 shares then outstanding and owned by E. O. Hendricks, a former officer, were changed into 50,000 shares of \$1 par 5% cumulative convertible preferred stock. Pursuant to an agreement between the company and Hendricks, the company will redeem said preferred shares at \$6 per share (\$250,000 in excess of the par value thereof), and Hendricks, in consideration of a \$5,000 annual fee for five years, will not during such period enter into an integrated financial printing business in competition with the company.

JEFFERSON STORES FILES FOR STOCK OFFERING. Jefferson Stores, Inc., 3700 N.W. 62nd Street, Miami, Fla., filed a registration statement (File 2-19676) with the SEC on January 25th seeking registration of 110,000 shares of capital stock, to be offered for public sale through underwriters headed by Bregman, Cummings & Co. The public offering price and underwriting terms are to be supplied by amendment. The statement also includes (1) 25,000 outstanding shares underlying 5-year warrants to be sold to the principal underwriter by the company's sole stockholders, exercisable at a price to be supplied by amendment, and (2) 750 shares to be issued to Bernard Zimmerman (plus \$5,000) as a finder's fee.

The company was organized under Delaware law in October 1961 to succeed to the business previously conducted by a Florida company of the same name. The statutory merger did not involve any change in business or stockholders. The company and its subsidiaries operates nine discount appliance and hard good stores and a discount superstore, which operates under the designations "superstore" and "super department store," all in South Florida. Of the net proceeds from the stock sale, \$750,000 will be used in connection with providing inventories for two new superstores to be opened by the company in 1962 and the balance,

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together with other funds, will be utilized in connection with other stores planned to be opened. Until required for such inventory, the balance of the proceeds will be used to reduce financing costs in connection with credit sales.

In addition to certain indebtedness, the company has outstanding 410,000 shares of capital stock, of which Vanderbilt Distributors, Inc. and Julius Mufson, executive vice president, own 63% and 15.7%, respectively. Vanderbilt is 60% owned by Harry Mufson, board chairman, and 40% by Samuel Mufson, president.

KORVETTE FILES STOCK PLAN. E. J. Korvette, Inc., 12 East 46th Street, New York, filed a registration statement (File 2-19677) with the SEC on January 25th seeking registration of 60,000 shares of common stock, to be offered pursuant to its Stock Purchase Plan for Employees.

CREDIT DEPT. FILES FINANCING PLAN. Credit Department, Inc., 1775 Broadway, New York, today filed a registration statement (File 2-19679) with the SEC seeking registration of \$1,200,320 of 7% convertible subordinated debentures due 1974 and 54,560 shares of common stock, to be offered for public sale in 2,728 units each consisting of \$440 of debentures and 20 common shares. The offering will be made at \$550 per unit (\$5.50 per common share) on a best efforts basis (all or none as to the first 1,820 units) by Bernard M. Kahn & Co., Inc., which will receive a \$55 per unit commission and \$22,500 for expenses. The statement also includes 13,448 shares to be sold to the underwriter at 25¢ per share if at least 1,820 units are sold.

The company is engaged primarily in the consumer sales finance business which consists of the purchase by the company from retail dealers of installment contracts entered into by customers with the dealers in connection with installment purchases of merchandise. The \$1,275,000 estimated net proceeds from this financing, if all the units are sold, will be used initially to reduce the company's indebtedness to Amsterdam Overseas Company which is secured by the assignment of its installment contracts to Amsterdam. As at December 1961 the company was indebted to Amsterdam in the amount of \$1,997,518 at 11½% interest per annum.

In addition to certain indebtedness, the company has outstanding 272,727 shares of common stock (after giving effect to a recent 10-for-1 stock split and the issuance of 44,517 shares as a stock dividend), of which George J. Wittner, president, and Henry W. Wittner, vice president, own 36.4% each, and Myer Winner, a director, 19.9%. Sale of the units to the public on the basis of \$5.50 per common shares will result in an increase in the book value of stock now outstanding from \$1.77 to \$2.17 per share and a corresponding dilution of \$3.33 per share in the book equity of shares purchased by the public.

30 NORTH LASALLE ST. FUND SEEKS ORDER. 30 North LaSalle Street Realty Fund, Chicago, has applied to the SEC for an order under the Investment Company Act declaring that it has ceased to be an investment company; and the Commission has issued an order (Release IC-3409) giving interested persons until February 15th to request a hearing thereon. The application states that the company never offered or sold any of its shares to the public.

YANKEE ATOMIC ELECTRIC STOCK REACQUISITION APPROVED. The SEC has issued an order under the Holding Company Act (Release 35-14565) authorizing Yankee Atomic Electric Company, of Boston, to reacquire 46,600 shares of its outstanding capital stock upon the concurrent payment in cash to its stockholder companies of an amount equal to the \$100 par value per share of such stock. The reacquired shares will be cancelled.

TRADING IN BLACK BEAR INDUSTRIES SUSPENDED. The SEC has ordered the suspension of trading in the common stock of Black Bear Industries, Inc., on the San Francisco Mining Exchange and the over-the-counter market for a further ten-day period January 29 to February 7, 1962, inclusive.

THREE STOCKS DELISTED. The SEC has issued orders under the Securities Exchange Act (Release 34-6718) granting applications of the New York and Pacific Coast Stock Exchange to delist the capital stock of Honolulu Oil Corporation, effective close of business February 9th, as well as applications of the New York Stock Exchange to delist the common stock of Cannon Mills Company and the capital stock of Transue & Williams Steel Forging Corporation, effective February 12th. Honolulu Oil is in the process of dissolution; Cannon Mills failed to solicit proxies for all meetings of stockholders in accordance with the Exchange's policy; and the listing of Transue & Williams stock has been transferred to the American Stock Exchange.

BOSTON EXCHANGE GRANTED UNLISTED TRADING. The SEC has issued an order (Release 34-6718) granting an application of the Boston Stock Exchange for unlisted trading privileges in the common stock of Harvey Aluminum Incorporated.

SECURITIES ACT REGISTRATIONS. Withdrawn January 25: I.R.E. Investors Corp. (File 2-18845).
Effective January 26: Dougherty Brothers Co. (File 2-19187); Mohasco Industries, Inc. (File 2-19415); Seaboard World Airlines, Inc. (File 2-18429); Servotron Corp. (File 2-18955); Systematic Investment Plans to Accumulate Shares of Life Insurance Investors, Inc. (File 2-17999). **Withdrawn January 26:** Crank Drug Company (File 2-18453).