

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

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

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Washington 25, D.C.

FOR RELEASE June 3, 1960

PATTERSON ENTERS NEW TERM. Commissioner Harold C. Patterson today was sworn in as a Member of the Securities and Exchange Commission for a new five-year term ending June 5, 1965. He joined the SEC in August 1955.

CONTROL DATA CORP. PROPOSES OFFERING. Control Data Corporation, 501 Park Ave., Minneapolis, filed a registration statement (File 2-16663) with the SEC on June 2, 1960, seeking registration of 125,000 shares of common stock, to be offered for public sale through an underwriting group headed by Dean Witter & Co. The public offering price and underwriting terms are to be supplied by amendment.

The company is engaged in the design, development, manufacture and sale of systems, equipment and components used in electronic data processing and automatic control for military, scientific and industrial uses, various instruments and control devices primarily for use in missiles and military aircraft, and electronic supervisory control and telemetering equipment primarily for power and gas utility and pipe line companies. It now has outstanding 899,344 common shares, preferred stock and debt. Net proceeds of the sale of additional stock will be used to repay some \$1,500,000 of bank loans, with the balance to be used for working capital and other corporate purposes.

The prospectus lists William C. Norris as president and board chairman. Management officials own 14.9% of the outstanding common.

ELECTRONIC SPECIALTY PROPOSES OFFERING. Electronic Specialty Co., 5121 San Fernando Rd., Los Angeles, filed a registration statement (File 2-16664) with the SEC on June 2, 1960, seeking registration of 150,000 shares of common stock, to be offered for public sale through an underwriting group headed by Reynolds & Co., Inc., and Bateman, Eichler & Co. The public offering price and underwriting terms are to be supplied by amendment.

The company is engaged in the business of designing, developing, manufacturing and selling electrical and electronic instruments and components as well as electronic systems and subsystems for military, industrial and scientific installations. It has outstanding 543,885 common shares and certain indebtedness. Net proceeds of the stock sale will be added to the general funds of the company in anticipation of its medium and long-term capital requirements, which may include the purchase of other businesses if favorable opportunities arise.

The prospectus lists William H. Burgess as president and owner of about 28% of the outstanding stock.

FRANK RUSSELL CO. FILES FOR OFFERING. Frank Russell Co., Inc., Tacoma, Wash., sponsor of the Bendstock Investment Plan for accumulation of shares of Bendstock Corporation, filed a registration statement (File 2-16665) with the SEC on June 2, 1960, seeking registration of \$5,000,000 of such Plans.

SYSTEM MEAT CO. PROPOSES OFFERING. System Meat Company, Newcastle, Wyo., filed a registration statement (File 2-16668) with the SEC on June 2, 1960, seeking registration of 150,000 shares of common stock, to be offered for public sale at \$5 per share. The offering is to be made on a best efforts basis by Purvis & Company, of Denver, for which a 75¢ per share selling commission is to be paid, plus 12½¢ per share for expenses. The company also will sell the underwriter for 1¢ per warrant, three-year warrants to purchase 15,000 common shares at \$5 per share.

The company was organized in April 1959 under Wyoming law for the purpose of engaging in the general business of meat packing, and it has constructed a meat rendering plant near Newcastle. Net proceeds of the stock sale, estimated at \$598,750, will be used as follows: \$60,600 for payment of employees' salaries; \$33,500 for payment of first installment on a mortgage on the company's plant and equipment in the amount of \$225,000; \$25,361 for payment of accrued officer's salary; and \$479,288 for working capital.

According to the prospectus, the company now has outstanding 54,500 common shares, sold privately at \$5 per share. Peter F. Smith is listed as president. Management officials own 17,900 of the outstanding shares

GUARDIAN CENTRAL TRUST PROPOSES OFFERING. Guardian Central Trust, Inc., 1415 Union Ave., Memphis, Tenn., filed a registration statement (File 2-16666) with the SEC seeking registration of 484,862 shares of common stock, of which 200,000 shares are to be offered for public sale at \$6 per share. This offering is to be made on a best efforts basis by James N. Reddoch & Company of Memphis, for which a 55¢ per share selling commission is to be paid.

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The remaining 284,862 shares are reserved for acquisition of the stock of Guardian Discount Company, of Memphis, through a proposed offer to exchange 7-3/4 shares of Guardian Central stock for each share of Guardian Discount stock. The two companies are affiliates, a majority of the stock of both being owned by substantially the same stockholders and the directors of both companies being identical.

Net proceeds to Guardian Central from its cash sale of stock will be invested in Guardian Discount, to be largely utilized in the sale finance business of that company, except for some \$150,000 which may be required to provide more adequate quarters for the down-town branch of the company's bank subsidiary.

The prospectus lists John A. Parsons as president. Upon consummation of the exchange offer, he and other management officials will own 55% of the outstanding stock of Guardian Central.

MARINE CORP. FILES EXCHANGE OFFER. The Marine Corporation, 633 North Water St., Milwaukee, Wis., filed a registration statement (File 2-16667) with the SEC on June 2, 1960, seeking registration of 37,500 shares of common stock. The company proposes to offer these shares for all of the outstanding shares of capital stock of Peoples Trust & Savings Bank, Green Bay, Wis., at the rate of 7½ shares of Marine stock for each of the 5000 outstanding shares of Peoples stock held of record June 30, 1960. The proposal is conditioned upon exchanges being made with the holders of not less than 80% of the stock of Peoples. Marine now has outstanding 508,202 common shares. It now owns 98% or more of the capital stock of five banks in Wisconsin.

BOSTON PRO FOOTBALL TEAM PROPOSES OFFERING. American League Professional Football Team of Boston, Inc., 522 Commonwealth Ave., Boston, today filed a registration statement (File 2-16669) with the SEC seeking registration of 120,000 shares of common stock, to be offered for public sale through an underwriting group headed by Estabrook & Co., F. S. Moseley & Co., Tucker, Anthony & R. L. Day, and White, Weld & Co. The public offering price and underwriting terms are to be supplied by amendment.

The company was organized under Massachusetts law on March 2, 1960, for the purpose of organizing and operating a professional football team in Boston under a franchise from the newly organized American Football League. According to the prospectus, each of the eight teams in this League is scheduled to play fourteen games during the 1960 football season. The League in November 1959 granted to William H. Sullivan, Jr., a League franchise for Boston which was later transferred to the company, which was organized by Sullivan and certain associates. The company has signed Edward McKeever as general manager, and Lous Saban as head coach.

Of the net proceeds of this offering \$125,000 will be used to pay for certain improvements to Boston University Field, where the home games of the company (the "Patriots") will be played, so as to increase the seating capacity from 17,000 to not less than 20,000, increased lighting for night games and other additional facilities. The balance of the proceeds together with gate receipts from exhibition and regular season games, receipts from the sale of television and radio rights, programs and concession sales, and \$250,000 received through stock subscriptions from the original subscribers, will be used by the Patriots to pay the organization expenses and to provide working capital for operations.

The prospectus lists Sullivan as president and a director. The company has outstanding 100,000 shares of Class A common stock, \$1 par, held in equal amounts by Sullivan and nine other directors.

TRADING IN SKIATRON STOCK SUSPENDED. The SEC has issued an order (Release 34-6284) suspending trading on the American Stock Exchange and the over-the-counter market in the common stock of Skiatron Electronics and Television Corporation for a further ten-day period June 5 to 14, 1960, inclusive.

INDICTMENT CHARGES FRAUD IN SALE OF STARDUST STOCK. The SEC San Francisco Regional Office announced June 2d (Lit. Release 1691) the return of an indictment (USDC, Nev.) charging fraud in the sale of stock of Stardust, Inc., of Las Vegas, by Benjamin W. Silver (aka Bill Silver), Jack Deluca, Casper J. Rotondo, Joe Vasquez, Joe Canino and Thomas Evans (aka Tom Evans). The indictment does not involve the present management of the Stardust Hotel in Las Vegas.

COURT ORDER ENJOINS DIROMA ALEXIK CO. The SEC Boston Regional Office announced June 1st (Lit. Release 1692) entry of a Federal court order (USDC, Mass.) permanently enjoining DiRoma, Alexik & Company, Agostine DiRoma, Jr. and Edward F. Alexik, partners, of Springfield, Mass., from further violations of the SEC net capital rule.

COURT ORDER DIRECTS COMPLIANCE WITH SUBPOENA. The SEC Boston Regional Office announced June 1st (Lit. Release 1693) entry of a federal court order (USDC, Mass.) directing John A. Noonan of Pittsfield, Mass., to obey a subpoena duces tecum issued by the Commission in connection with its investigation of Security Finance Corporation, Security Finance Plan, Inc., and Security Budget Plan, Inc., also of Pittsfield.

FOUR PLEAD GUILTY IN STOCK FRAUD CASE. The SEC Fort Worth Regional Office announced May 28, 1960 (Lit. Release 1694) that Jim W. Crofford, Sr., and Memford M. Winn of Dallas, and J. Ray Williams and Arthur Lee Huntington, Jr., of Fort Worth (four of seven defendants) had entered pleas of guilty to indictment charging fraud in sale of shares of Teachers-Professional Investment Company of Dallas (formerly Old Line Legal Reserve Trust).