

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST



Washington 25, D.C.

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

FOR RELEASE *Sept.* ~~August~~ 9, 1958

BURLINGTON INDUSTRIES SEEKS QUALIFICATION OF INDENTURE

Burlington Industries, Inc., Greensboro, N. Car., has applied to the SEC for qualification under the Trust Indenture Act of 1940 of an indenture covering \$7,051,675 of 5.4% Subordinated Debentures due 1975. According to the application, applicant in August 1957 acquired substantially all of the cotton textile assets of The Henrietta Mills (the name of which has since been changed to Alfouir Corporation). In partial consideration for such assets applicant issued a 5.4% Subordinated Promissory Note due October 1, 1975, in the principal amount of \$2,664,175 to Martel Mills Corporation and two such 5.4% Subordinated Promissory Notes in the aggregate amount of \$4,387,500 to The Henrietta Mills. All of these notes were non-transferable but were exchangeable on or after October 1, 1958, for 5.4% Subordinated Convertible Debentures, convertible at any time on or before the close of business October 1, 1965 into common stock of the applicant. The applicant has been advised that the notes will be exchanged on October 1, 1958, for such debentures.

UNITED FUNDS SEEKS REGISTRATION OF ADDITIONAL SECURITIES

United Funds, Inc., Kansas City, Mo., investment company, filed an amendment on September 8, 1958, to its Securities Act registration statement (File 2-11527) seeking registration of \$15,000,000 of periodic investment plans without insurance and \$3,000,000 of plans with insurance.

RAYTHEON MFG. CO. FILES STOCK PLANS

Raytheon Manufacturing Company, Waltham, Mass., filed a registration statement (File 2-14345) with the SEC on September 8, 1958, seeking registration of (1) 379,954 shares of its \$5 par Common Stock, to be offered to officers and other key employees pursuant to the terms of a stock option arrangement under the company's Key Employee Incentive Plan; and (2) 90,300 common shares to be offered to holders of the company's common stock purchase warrants issued attached to its 4 1/2% 1971 Notes now outstanding.

ABERDEEN ESTATE PROGRAMS FILES

Aberdeen Estate Programs, Inc., New York investment company, filed a registration statement (File 2-14346) with the SEC on September 8, 1958, seeking registration of \$20,000,000 of three series of programs.

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Istel Fund, Inc., New York investment company, filed an amendment on September 8, 1958 to its registration statement (File 2-10841) seeking registration of an additional 100,000 shares of Common Stock, \$1 par value.

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HARSHAW CHEMICAL PROPOSES DEBENTURE OFFERING

The Harshaw Chemical Company, Cleveland, Ohio, today filed a registration statement (File 2-14348) with the SEC seeking registration of \$7,000,000 of Twenty Year Debentures, due 1978, to be offered for public sale through an underwriting group headed by Morgan Stanley & Co. and McDonald & Co. The interest rate, public offering price, and underwriting terms are to be supplied by amendment.

Net proceeds of this financing will be applied in part to the prepayment of the company's present long-term indebtedness in the amount of \$2,300,000 (plus prepayment premium of \$51,750) and its current bank indebtedness in the amount of \$1,200,000. The present plans of the company also contemplate capital expenditures aggregating about \$1,500,000 for diversification and improvement of the organic and metallo-organic chemical manufacturing facilities at its Gloucester City plant, and for expansion and modernization of the plant facilities of Kentucky Color & Chemical Company, which the company is acquiring as a wholly-owned subsidiary. The balance of the proceeds will be used for other corporate purposes, including additional working capital.

FLORIDA STEEL FILES FOR STOCK OFFERING

Florida Steel Corporation, Tampa, Fla., today filed a registration statement (File 2-14349) with the SEC seeking registration of 74,925 shares of its common stock, \$1 par, to be offered for public sale by the present holders thereof through an underwriting group headed by McDonald & Co. and Kidder, Peabody & Co. The public offering price and underwriting terms are to be supplied by amendment.

The 74,925 shares represent 7% of the 1,067,817 shares of common stock outstanding. Among selling stockholders are B. E. Bushnell, Chairman of the Board, who is offering for sale 25,740 shares of his holdings of 99,555 shares; Estelle Bushnell, who is offering 1,080 shares of her holdings of 31,236 shares; R. P. Redman, director, who is offering 17,685 shares of his holdings of 35,443 shares; and Sumter L. Lowry, who is offering 12,690 shares of his holdings of 63,450 shares.

OHIO POWER BANK BORROWINGS CLEARED

The SEC has issued an order authorizing Ohio Power Company, Canton, to make bank borrowings aggregating \$40,000,000 through June 30, 1959. The borrowed funds will be used to pay part of the costs of the company's construction program, which it is estimated, will amount to \$22,000,000 for the last six months of 1958 and \$30,000,000 for the first six months of 1959. It is estimated that cash generated internally will be sufficient to pay approximately 40% of the construction costs.

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