

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

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

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



Washington 25, D.C.

FOR RELEASE February 2, 1959

Statistical Release No. 1582

The SEC Index of Stock Prices, based on the closing prices of 265 common stocks for the week ended January 30, 1959, for the composite and by major industry groups compared with the preceding week and with the highs and lows for 1958 and 1959, is as follows:

	<u>1939 = 100</u>		Percent Change	<u>1958 - 1959</u>	
	<u>1/30/59</u>	<u>1/23/59</u>		<u>High</u>	<u>Low</u>
Composite	408.4	413.2	-1.2	413.2	299.0
Manufacturing	504.8	511.5	-1.3	511.5	373.3
Durable Goods	470.0	475.5	-1.2	476.6	332.2
Non-Durable Goods	527.2	534.8	-1.4	534.8	402.2
Transportation	349.3	355.9	-1.9	356.3	219.7
Utility	212.4	212.5	0.0	216.3	155.5
Trade, Finance & Service	397.2	404.8	-1.9	404.8	263.2
Mining	350.1	360.4	-2.9	360.4	261.3

SEC ORDERS CITE DENNIS SECURITIES AND N. PINSKER & CO.

The Securities and Exchange Commission has ordered proceedings under the Securities Exchange Act of 1934 to determine whether provisions of the Federal Securities Laws and rules thereunder have been violated by the following and, if so, whether it is necessary or appropriate in the public interest to revoke their broker-dealer registrations:

Dennis Securities Corporation
94 River Street
Hoboken, N. J.

N. Pinsker & Co., Inc.
156 North Franklin Street
Hempstead, N. Y.

According to the orders of the Commission, information developed in an investigation conducted by its staff tends, if true, to show that the two respondent companies offered and sold Class B stock of Tyrex Drug & Chemical Corporation in violation of the registration and prospectus requirements of the Securities Act of 1933. Similar violations are charged to Anne Egenes, C. Edward Scott, and Ivor Jenkins, president, vice-president and secretary-treasurer, respectively, of Dennis Securities Corporation, as well as to Norman Pinsker, president, Natalya Pinsker, secretary-treasurer, and Bradford Smith and Samuel Shatz, directors, of Pinsker & Co. The sale of the Tyrex Drug Class B stock by Dennis Securities is said to have occurred during the period July 5, 1957, to April 28, 1958, and by Pinsker & Co. during the period December 2, 1957, to February 28, 1958.

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For further details, call ST. 3-7600, ext. 5526

Moreover, according to the order with respect to Dennis Securities, if further appears that that company was in a control relationship with Tyrex Drug at the time the latter's Class B stock was being offered and sold by Dennis Securities; and that such fact was not disclosed to purchasers of Tyrex Drug stock by Dennis Securities or its three named officers, as is required by the Commission's rules; that Dennis Securities failed to make and keep current and to preserve certain books and records, as required by the Commission's rules; and that it failed to cancel or otherwise liquidate stock purchases by customers notwithstanding the failure of such customers to make full cash payment therefor within 7 days after the date of purchase, as required by Regulation T of the Board of Governors of the Federal Reserve System.

The time and place of the hearings for the purpose of taking evidence with respect to the foregoing matters will be announced later.

(NOTE TO PRESS: Foregoing also available SEC New York Regional Office)

NATIONAL TELEFILM SEEKS REGISTRATION OF SHARES

National Telefilm Associates, Inc., 10 Columbus Circle, New York, filed a registration statement (File 2-14717) with the SEC on January 30, 1959, seeking registration of 56,000 outstanding shares of its Common Stock.

NTA is advised that Family Broadcasting Corporation (i) will transfer 22,222 such shares in satisfaction of an indebtedness in the principal amount of \$200,000, (ii) will offer 29,306 such shares in exchange for its outstanding 20,933 Class A Common Shares on the basis of 1.4 shares of NTA Common Stock for each of its Class A Common Shares, and (iii) has no present plans for the disposition of the remaining 4,472 NTA shares plus any of said 29,306 NTA shares not exchanged with its Class A Common Shareholders, but (a) may sell the same from time to time on the American Stock Exchange at prices to be determined by the seller on the basis of reported prices or quotations of the outstanding NTA Common Stock on such Exchange immediately prior to such determination, (b) may retain such shares, (c) exchange them for debentures and warrants of National Theaters, Inc. pursuant to the proposed exchange offer to be made by National Theaters, Inc. to all NTA stockholders or (d) may transfer them to its remaining stockholders in event of liquidation of Family Broadcasting Corporation. NTA is not offering any of said 56,000 shares and will not receive any of the proceeds thereof.

NTA is engaged principally in the distribution of films for telecasting. It has outstanding 1,089,575 common shares and warrants for an additional 495,800 shares. Family Broadcasting's indebtedness above referred to, in the amount of \$200,000, is owing to Minneapolis Tower Company.

EASTERN UTILITIES PROPOSES RIGHTS OFFERING

Eastern Utilities Associates, 49 Federal Street, Boston, filed a registration statement (File 2-14718) with the SEC on January 30, 1959, seeking registration of 96,765 shares of common stock. The company proposes to offer the shares for subscription by holders of outstanding common shares of record March 4, 1959, at the rate of one new share for each twelve shares then held. EUA will fix the subscription price, and the offering will be underwritten pursuant to competitive bidding.

Net proceeds of the stock sale will be used by EUA to make partial prepayment of outstanding short-term bank loans, the proceeds of which were used to pay previously outstanding loans and acquire common stock of EUA's subsidiaries, Brockton Edison Company and Fall River Electric Light Company, and bonds of another subsidiary, Blackstone Valley Gas and Electric Company, and for general corporate purposes.

SEC ISSUES NOTICE OF EASTERN UTILITIES OFFERING

The SEC has issued an order (Release 35-13912) giving interested persons until February 16, 1959, to request a hearing on the foregoing proposal of Eastern Utilities Associates, also filed under the Holding Company Act, to offer 96,765 common shares for subscription by its stockholders.

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Continued

GLASS-TITE INDUSTRIES PROPOSES OFFERING

Glass-Tite Industries, Inc., 88 Spectacle St., Cranston, Rhode Island, filed a registration statement (File 2-14719) with the SEC on January 30, 1959, seeking registration of 110,000 shares of its common stock, to be offered for public sale at \$3 per share through a group of underwriters headed by Stanley Heller & Co. The underwriting commission is to be \$.45 per share. An additional 10,000 shares have been sold by a promoter to Stanley Heller, senior partner of the underwriter, at 50¢ per share.

Organized in 1956, the company is engaged primarily in the manufacture of glass-to-metal (hermetic) seals used in transistors, diodes, condensers, capacitors, gyroscopes, etc. Net proceeds from the sale of the 110,000 common shares, amounting to approximately \$258,500 will be used to retire \$35,000 of 6% preferred stock, \$45,000 for research, development and improvement of new and present products, \$25,000 for the purchase of a high temperature atmosphere furnace and additional test equipment and the balance will be added to working capital and employed for such corporate purposes as payment of accounts and notes payable and purchases of raw material and supplies.

The company was formed by its two principal officers, Ralph A. Papitto and John A. Dodenhoff, president and vice-president, respectively. It has outstanding 175,000 common shares of which 90,000 shares are held by Papitto and 70,000 by Dodenhoff.

CANADIAN RESTRICTED LIST
Twelfth Supplement

The Securities and Exchange Commission today announced two additions to and one deletion from its Canadian Restricted List, as follows:

Additions - Mylake Mines Limited
Tri-Cor Mining Company Limited

Deletion - Virginia Mining Corporation

The list now comprises 199 Canadian companies whose stocks, the Commission has reason to believe, based upon information obtained in its investigations and otherwise, recently have been or currently are being distributed in the United States in violation of the registration requirement of the Securities Act of 1933. Evasion of such requirement, applicable to securities of foreign as well as domestic companies, deprives United States investors of the financial and other information about the issuing companies which registration would provide and which is essential to an evaluation of their securities.

UNIVERSAL FUEL WITHDRAWS REQUEST FOR HEARING

The SEC has cancelled its hearing, scheduled for February 2, 1959, upon the question whether to vacate, or make permanent, an earlier order of the Commission suspending a Regulation A exemption from registration under the Securities Act of 1933 with respect to a stock offering by Universal Fuel and Chemical Corporation, of Farrell, Penna. Cancellation followed withdrawal by the company of its request for a hearing.

In a notification filed May 17, 1956, Universal Fuel proposed the public offering of 300,000 common shares at \$1 per share pursuant to the conditional exemption from registration provided by Regulation A. The exemption was temporarily suspended by Commission order of November 1958, by reason of the fact that Universal Fuel's offering circular appeared to contain false and misleading statements of material fact and its use operated as a fraud and deceit upon purchasers of the stock. (For details, see Release 33-3994)