

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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MAINE YANKEE ATOMIC SEEKS ORDER. Maine Yankee Atomic Power Company, Augusta, Me., has applied to the SEC for an order under the Holding Company Act authorizing it to issue common stock to nine of its eleven sponsor companies to finance, in part, a proposed nuclear-powered electric generating plant. The Commission has issued an order (Release 35-15655) giving interested persons until February 28 to request a hearing thereon. Maine Yankee was organized under Maine law in 1966 to construct, own and operate a nuclear-powered electric generating plant to supply electric energy to eleven New England electric utility companies (sponsor companies). The sponsor companies have entered into written commitments with Maine Yankee to purchase its common stock in amounts not exceeding an aggregate of \$50,000,000, and to purchase for a period of at least 25 years the same percentage of the total capacity and output of the plant at a price based on Maine Yankee's cost of service, including provision for an appropriate return on its net investment in the plant. The two principal sponsor companies are Central Maine Power Company and New England Power Company, whose respective percentages of ownership are 38% and 20%. Acquisition of Maine Yankee stock by two of the sponsor companies is not subject to Commission approval under the Act.

UNION OIL INTERNATIONAL RECEIVES ORDER. The SEC has issued an order under the Investment Company Act (Release IC-4834) exempting Union Oil International Finance Corporation, subsidiary of Union Oil Company of California, from all provisions of the Act. The applicant has been organized to raise funds abroad for financing the expansion and development of the parent company's foreign operations while at the same time providing assistance in improving the balance of payments position of the United States in compliance with the voluntary cooperation program instituted by the President in February 1965. Applicant intends to sell \$15,000,000 of its guaranteed notes (due 1972) to a group of underwriters for offering outside the United States. It intends to invest its assets in stock or debt obligations of the parent's foreign subsidiaries and affiliates. The parent company is engaged in the oil business.

WESTERN POWER & GAS PROPOSES OFFERING. Western Power & Gas Company, Inc., 233 S. 10th St., Lincoln, Nebr. 68508, filed a registration statement (File 2-25948) with the SEC on February 6 seeking registration of \$20,000,000 of convertible subordinated debentures, due 1987. The debentures are to be offered for public sale through underwriters headed by Dean Witter & Co., 50 W. Adams St., Chicago, Ill. 60603, and Paine, Webber, Jackson & Curtis, 25 Broad St., New York 10004. The interest rate, public offering price and underwriting terms are to be supplied by amendment.

The company owns and operates electric generating, transmission and distribution properties, natural gas distribution properties, telephone properties, and water properties. Net proceeds of its debenture sale will be used to prepay some \$10,000,000 of bank notes and for other corporate purposes, including future construction expenditures and further investments in its subsidiaries. The company has received or will receive \$5,000,000 from the sale to institutional investors of its preferred stock in 1966 and 1967. In addition to indebtedness and preferred stock, it has outstanding 6,753,207 common shares. Judson Large is board chairman and president.

TELEDYNE FILES FINANCING PROPOSAL. Teledyne, Inc., 12525 Daphne Ave., Hawthorne, Calif. 92050, filed a registration statement (File 2-25951) with the SEC on February 6 seeking registration of \$30,000,000 of sinking fund debentures, due 1992, to be offered for public sale by the company, and 90,000 outstanding shares of common stock to be offered by the present holders thereof. The offerings are to be made through underwriters headed by Hayden, Stone Inc., 25 Broad St., New York. The interest rate on the debentures, public offering price of the debentures and stock (\$107.75 per common share maximum*) and underwriting terms are to be supplied by amendment.

The company is principally engaged in the design, manufacture and sale of electronic and aviation control systems and related equipment and components. Net proceeds of its debenture sale will be used to retire some \$29,169,000 of current debt and term loan bank debt. In addition to indebtedness and preferred stock, the company has outstanding 2,808,761 common shares, of which management officials own 12.7%. Dr. Henry E. Singleton is board chairman and Dr. George A. Roberts is president. The names of the selling stockholders and their stock holdings are to be supplied by amendment.

NAUTEC CORP. SEEKS DELISTING. Nautec Corporation has applied to the SEC under the Securities Exchange Act for withdrawal of its common stock from listing and registration on the Detroit Stock Exchange; and the Commission has issued an order (Release 34-8033) giving interested persons until February 20 to request a hearing thereon. The delisting of the company's common stock was approved by stockholders on November 2, 1966.

DELISTING GRANTED. The SEC has issued an order under the Securities Exchange Act (Release 34-8033) granting an application of the American Stock Exchange to strike from listing and registration the common stock of Chamberlin Company of America, effective at the opening of business on February 13. According to the application, only 69,500 of the 338,583 outstanding shares of the company's common stock are owned by the public; the balance is owned by management.

OVER

LINCOLN NATIONAL LIFE SEEKS ORDER. Lincoln National Variable Annuity Fund A, Fort Wayne, Ind., and its parent, The Lincoln National Life Insurance Company, have applied to the SEC for an exemption order under the Investment Company Act with respect to the proposed issuance of variable annuity contracts; and the Commission has issued an order (Release IC-4832) giving interested persons until February 17 to request a hearing thereon. The Fund was established in September 1966 as a segregated investment account to hold assets set aside by Lincoln National Life in relation to contributions received by the latter in respect to its proposed variable annuity contracts. The Fund seeks an exemption from the \$100,000 minimum net capital requirements of the Act and from the provisions of Sections 15(a), 16(a) and 32(a)(2) requiring that holders of the outstanding voting securities of a registered investment company (1) approve investment-advisory contracts, (2) elect directors, and (3) ratify the selection of an independent public accountant, until after the Fund's registration statement under the Securities Act becomes effective and a meeting of its contract owners is held. The Fund is also requesting exemption from the provisions of Section 22(d) to permit an experience rating provision, from Sections 22(e) and 27(c)(1) to prohibit a purchaser receiving annuity payments from redeeming the value credited to his contract, and from certain other provisions.

THREE STOCK PLANS FILED. Form S-8 registration statements have been filed with the SEC by the following companies, seeking registration of securities for offering under employee and/or officer stock plans:

Servo Corporation of America, 111 New South Rd., Hicksville, N. Y. 11802 (File 2-25935) (60,000 shares)
National-Standard Company, Eighth and Howard Sts., Niles, Mich. 49120 (File 2-25947) (10,000 shares)
Williams Brothers Company, National Bank of Tulsa Bldg., Tulsa, Okla. 74103 (File 2-25949) (7,950 shares)

RAND DEVELOPMENT SUSPENSION CONTINUED. The SEC has issued an order under the Securities Exchange Act suspending over-the-counter trading in securities of Rand Development Corporation for a further 10-day period, February 9-18, 1967, inclusive.

EASTERN AIR LINES PROPOSES OFFERING. Eastern Air Lines, Inc., 10 Rockefeller Plaza, New York 10020, today filed a registration statement (File 2-25956) with the SEC seeking registration of 475,000 shares of common stock. The stock is to be offered for public sale through underwriters headed by Kuhn, Loeb & Co., 40 Wall St., and Smith, Barney & Co. Inc., 20 Broad St., both of New York 10005. The public offering price (\$110 per share maximum*) and underwriting terms are to be supplied by amendment.

The company will add the net proceeds of its stock sale to general corporate funds, which may be used for acquisition of additional aircraft through the exercise, in anticipation of increased traffic, of outstanding purchase options. In addition to indebtedness, it has outstanding 4,788,268 common shares, of which management officials own about 2.49%. F. D. Hall is president.

SECURITIES ACT REGISTRATIONS. Effective February 6: Dragor Shipping Corp., 2-25722 (90 days); Duquesne Light Co., 2-25887; Giddings & Lewis Machine Tool Company, 2-25895 (40 days); The Southern Co., 2-25901 (Mar 27); Western Power & Gas Co., Inc., 2-25778.
Effective February 8: Neuwirth Fund, Inc., 2-24392.

NOTE TO DEALERS. The period of time dealers are required to use the prospectus in trading transactions is shown above in parentheses after the name of the issuer.

*As estimated for purposes of computing the registration fee.

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