

NEWS DIGEST

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



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FOR RELEASE October 5, 1962

SEYMOUR SCHLESINGER REGISTRATIONS REVOKED. The SEC has issued an order under the Securities Exchange Act (Release 34-6908) revoking the broker-dealer registration of Seymour J. Schlesinger, doing business as First Continental Co., 159 Hempstead Avenue, West Hempstead, Nassau County, N. Y., for violation of the financial reporting requirement under the Act. The Commission's order also revoked Schlesinger's registration as an investment adviser. According to the order, Schlesinger failed to file reports of his financial condition for the years 1958-59-60, although he was advised of such requirement on several occasions.

LECLUSE REGISTRATION REVOKED. The SEC has issued an order under the Securities Exchange Act (Release 34-6907) revoking the broker-dealer registration of John M. A. Lecluse, doing business as Lucluse and Company, 2904 M Street, N. W., Washington, D. C., for violations of the net capital and record keeping rules and financial reporting requirements under the Act. The Commission also expelled Lecluse from membership in the National Association of Securities Dealers, Inc. Lecluse admitted said violations and consented to the revocation and expulsion order.

TWO DELISTINGS APPROVED. The SEC has granted an application of the American Stock Exchange to delist the common stock of Okalta Oils, Limited, effective the close of business October 19, 1962, and a similar application of the New York Stock Exchange to delist the common stock of The Central Railroad Company of New Jersey, effective the same date. The Central Railroad Company stock remains listed on the Philadelphia-Baltimore-Washington Stock Exchange. (Release 34-6909)

UNLISTED TRADING SOUGHT. The SEC has issued an order (Release 34-6909) giving interested persons until October 19th to request a hearing upon an application of the Philadelphia-Baltimore-Washington Stock Exchange for unlisted trading privileges in the common stock of Air Products and Chemicals, Inc.

JERSEY CENTRAL POWER & LIGHT PROPOSES BOND OFFERING. Jersey Central Power & Light Company, Morristown, (New Jersey) electric utility subsidiary of General Public Utilities Corporation, registered holding company, has applied to the SEC for an order under the Holding Company Act authorizing its sale at competitive bidding of \$11,000,000 of first mortgage bonds due 1992; and the Commission has issued an order (Release 35-14714) giving interested persons until October 29th to request a hearing thereon. As previously reported (News Digest of September 20), Jersey Central proposes to use the net proceeds from the bond sale, together with other funds, for its 1962 construction program, estimated at \$23,600,000.

INVESTORS SYNDICATE ORDER. The SEC has issued an order under the Investment Company Act (Release IC-3552) approving an application by Investors Syndicate of America, Inc., Minneapolis investment company, for an amendment to a depositary agreement with The Marquette National Bank, which amendment is proposed to be executed in connection with the proposed issuance and sale by ISA of single payment certificates (to be designated Series D Fully Paid Face-Amount Certificates). According to the order, under the amended depositary agreement, ISA intends to deposit and maintain with the Bank qualified investments and reserves as required by the Act with respect to the new Series D certificates.

GREATER PITTSBURGH CAPITAL SEEKS ORDER. Greater Pittsburgh Capital Corporation, Pittsburgh, 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-3553) giving interested persons until October 22, 1962 to request a hearing thereon. According to the application, the company whose outstanding securities are beneficially owned by 22 persons does not presently intend to make a public offering of its securities.

AMERICAN RADIOTELEPHONE HEARING SCHEDULED. On request of American Radiotelephone Corporation, 215 Oak St., Natick, Mass., the SEC has scheduled a hearing for October 22, 1962, in its Boston Regional Office, to take evidence on the question whether an order of the Commission dated September 5, 1962, temporarily suspending a Regulation A exemption from registration under the Securities Act of 1933 with respect to a public offering of \$250,000 of 8% convertible debentures due 1966, should be vacated or made permanent. The Commission's suspension order was based upon alleged misrepresentations in the offer and sale of the debentures.

WOLF CORP. HEARING POSTPONED. On request of counsel for The Wolf Corporation, 10 East 40th St., New York, the Commission has authorized postponement from October 8 to October 22, 1962, the hearing in its Washington Office to determine whether certain representations contained in a Securities Act registration statement filed by that company are false and misleading and, if so, whether a "stop order" should be issued suspending the statement.

SEC COMPLAINT NAMES HONOLULU FIRM. The SEC San Francisco Regional Office announced October 4th (LR-2386) the filing of a complaint (USDC, Honolulu) seeking to enjoin further violations of its hypothecation and net capital rules by Aloha Securities Co., Inc., and William L. Wong.

OVER

M A S MAKRIS FILES PLEA. The SEC Atlanta Regional Office announced October 2d (LR-2387) that Michael Angelo Socrates Makris, on his plea of guilty to three counts of an indictment charging securities fraud, had received a five-year suspended sentence, and was placed on probation for five years subject to the condition that he refrain from engaging in any securities transactions and make full restitution of monies obtained from investors in Inter-City Finance Corp. and Real Estate Discount Corp. Clyde Levinston, Texas CPA, received three years' probation on his plea of guilty to conspiring with Makris.

PACIFIC POWER & LIGHT FILES STOCK PLAN. Pacific Power & Light Company, Public Service Bldg., Portland, Oregon, filed a registration statement (File 2-20802) with the SEC on October 4th seeking registration of 203,840 shares of common stock, to be offered pursuant to its Employees' Stock Purchase Plan.

RUSS TOGS FILES FOR SECONDARY. Russ Togs, Inc., 1372 Broadway, New York, filed a registration statement (File 2-20803) with the SEC on October 4th seeking registration of 159,254 outstanding shares of Class A stock to be offered for public sale by the holders thereof through underwriters headed by Shearson, Hammill & Co., 14 Wall St., New York. The public offering price (maximum \$15 per share*) and underwriting terms are to be supplied by amendment.

The company is a producer of a diversified line of misses, junior and children's popular priced sportswear, sold principally under the brand names "Russ Togs," "Russ" and "Mister Russ." It has outstanding 669,425 Class A and 806,785 Class B shares. Of the Class A Stock, Louis E. Rousso, board chairman, Eli L. Rousso, president, and Irving L. Rousso and Herman Saporta, vice presidents, own 50,710, 35,484, 35,484 and 14,251 shares, respectively. They propose to sell all such shares. In addition, they and 12 other Class A stockholders, as trustees of various trusts, custodians or as beneficial owners, propose to sell amounts ranging from 849 to 4,117 shares. After the sale of Class A stock, said four officers, by virtue of their Class B holdings, will own 18%, 12.3%, 12.3% and 5%, respectively, of all the outstanding capital stock of the company.

CONTROL DATA CORP. FILES STOCK PLAN. Control Data Corporation, 8100 34th Avenue South, Minneapolis, filed a registration statement (File 2-20804) with the SEC on October 4th seeking registration of 75,000 shares of common stock, to be offered pursuant to its Employee Stock Ownership Plan.

GEORGIA POWER FILES FINANCING PLAN. Georgia Power Company, Atlanta electric utility subsidiary company of The Southern Company, a registered holding company, has applied to the SEC for an order under the Holding Company Act authorizing its proposed sale at competitive bidding of \$23,000,000 of first mortgage bonds due 1992 and 70,000 shares of no par cumulative preferred stock; and the Commission has issued an order (Release 35-14715) giving interested persons until October 22, 1962 to request a hearing thereon. According to the application, the company intends to use the net proceeds from such financing for construction purposes and to pay \$10,500,000 of short-term bank loans incurred therefor. Its 1962 construction expenditures are estimated at \$72,877,000. The company also seeks authorization to amend its charter in order to restate various definitions relating to capitalization, income, and surplus to conform with certain provisions of the proposed supplement to its Indenture dated March 1, 1941.

SECURITIES ACT REGISTRATIONS. Effective October 4: Lyntex Corp. (File 2-20547). Effective October 5: Video Color Corp. (File 2-20214).

ARGUMENTS, COMING WEEK. October 10 - 2:30 P.M. - Isthmus Steamship - Robert Edelstein Co.

*As estimated for purposes of computing the registration fee.

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