

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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Statistical Release No. 1893. The SEC Index of Stock Prices, based on the closing price of 300 common stocks for the week ended April 5, 1963, for the composite and by major industry groups compared with the preceding week and with the highs and lows for 1962 is as follows:

	1957-59 = 100		Percent Change	1963	
	4/5/63	3/29/63		High	Low
Composite	139.2	135.6	+2.7	139.2	130.6
Manufacturing	130.4	126.6	+3.0	130.4	121.1
Durable Goods	125.5	120.8	+3.9	125.5	116.2
Non-Durable Goods	135.0	132.1	+2.2	135.0	125.8
Transportation	113.7	111.0	+2.4	113.7	106.4
Utility	178.8	175.9	+1.6	178.8	170.3
Trade, Finance & Service	162.7	159.2	+2.2	162.7	153.5
Mining	116.9	114.1	+2.5	116.9	104.2

SECURITIES ACT REGISTRATION STATEMENTS. During the week ended April 4, 1963, 27 registration statements were filed, 26 became effective, 3 were withdrawn, and 402 were pending at the week-end.

UTAH POWER & LIGHT FINANCING APPROVED. The SEC has issued an order under the Holding Company Act (Release 35-14843) authorizing Utah Power & Light Company, Salt Lake City registered holding company, to sell at competitive bidding \$15,000,000 of first mortgage bonds due 1993. The net proceeds from the bond sale will be used to redeem \$15,000,000 of 5 1/4% first mortgage bonds due 1987 at 106.24% plus accrued interest.

ALABAMA POWER SEEKS ORDER. Alabama Power Company, Birmingham utility subsidiary of The Southern Company, a registered holding company, has applied to the SEC for an order under the Holding Company Act authorizing its sale at competitive bidding of \$16,000,000 of first mortgage bonds and 50,000 shares of preferred stock (\$100 par); and the Commission has issued an order (Release 35-14844) giving interested persons until April 30, 1963 to request a hearing thereon. According to the application, the proceeds from this financing will be applied toward construction expenditures (estimated at \$58,529,000 for 1963) and payment of short-term bank loans incurred for such purpose.

NEW ENGLAND ELECTRIC SEEKS ORDER. New England Electric System, Boston registered holding company, and New England Power Company, its wholly-owned subsidiary, have applied to the SEC for an order under the Holding Company Act authorizing the subsidiary's sale to NEES of an additional 200,000 common shares at \$40 per share; and the Commission has issued an order (Release 35-14845) giving interested persons until May 1, 1963 to request a hearing thereon. The proceeds from the sale of additional stock to NEES will be applied by the subsidiary to pay short-term indebtedness to NEES previously incurred for capital expenditures.

GEORGIA-PACIFIC RECEIVES ORDER. The SEC has issued an order under the Trust Indenture Act of 1939 (TI-186) finding that the trusteeship of First National City Bank under an indenture of Georgia-Pacific Corporation dated 1956 (previously qualified under the Act) and an indenture dated 1961 (not so qualified) is not so likely to involve a material conflict of interest as to make it necessary in the public interest and for the protection of investors to disqualify the Bank from acting as such under both indentures.

EL PASO NATURAL GAS RECEIVES ORDER. The SEC has issued an order under the Trust Indenture Act of 1939 (TI-187) finding that the trusteeship of First National City Bank under two indentures of El Paso Natural Gas Co dated 1958 and 1959 (not qualified under the Act) and the trusteeship by the Bank under an indenture dated 1957 (qualified under the Act) is not so likely to involve a material conflict of interest as to make it necessary in the public interest or for the protection of investors to disqualify the Bank from acting as trustee under all the indentures.

SOUTHERN BELL T & T RECEIVES ORDER. The SEC has issued an order under the Trust Indenture Act of 1939 (TI-188) finding that the trusteeship of First National City Bank under an indenture of Southern Bell Telephone and Telegraph Company dated 1947 (previously qualified under the Act) and under an indenture dated 1939 (not so qualified) is not so likely to involve a material conflict of interest as to make it necessary in the public interest or for the protection of investors to disqualify the Bank from acting as trustee under both indentures.

OVER

MANUFACTURING PROFITS, 1962. The SEC and Federal Trade Commission report (For Release April 9th) that sales and profits after taxes of U. S. manufacturing corporations increased sharply in the fourth quarter of 1962. Sales in the fourth quarter were estimated at \$101.4 billion, 6 percent higher than for the previous quarter and 7 percent above the fourth quarter of 1961. After-tax earnings in the fourth quarter of 1962 amounted to \$4.8 billion, 15 percent above the third quarter and exceeded only by the record high of \$4.9 billion in the second quarter of 1959. Profits after taxes for the full year 1962 amounted to a record \$17.7 billion, a 16 percent increase over the \$15.3 billion for the previous year. Sales in 1962 were also at record levels totaling \$389.4 billion, 9 percent above 1961. For further details, see Stat. Release 1891.

DIRECTORY OF REPORTING COMPANIES. The SEC announced today the publication of a directory of 4,411 issuers of securities which (as of July 1962) were required to file annual reports with the Commission (not including investment companies and certain other issuers). Copies are available from the Superintendent of Documents, U. S. Government Printing Office, Washington, D. C., at \$1.50 per copy. Copies may be inspected at the Commission's central, regional and branch offices.

CHARLES C. SCOTT, OTHERS ENJOINED. The SEC Seattle Regional Office announced April 3 (LR-2571) the entry of a Federal court order (USDC, ED, Wash.) permanently enjoining Charles C. Scott, V. Glen Keasling and Vernon T. Keasling, of Denver and Canyon City, Colorado, from further violations of the Securities Act anti-fraud provisions in the offer and sale of stock of Bankers Union Life Insurance Company and Life Assurance Company of the West, both Colorado companies.

BENNETT & CO. ENJOINED. The SEC New York Regional Office announced April 3 (LR-2572) the entry of a Federal court order (USDC, N.J.) permanently enjoining Bennett & Co., a Newark broker-dealer, Bennett Davies, the firm's sole general partner (of New Jersey), and Frederick Davies, formerly a securities salesman for the firm (of Long Branch, N.J.) from violating the Securities Act anti-fraud provisions in the offer and sale of common stock of Financial Development Corp.

TWO SENTENCED FOR CONTEMPT OF COURT. The SEC New York Regional Office announced April 4 (LR-2573) that Melvyn Kevin, of Long Beach, New York, and Robert Bialkin, of New York City, received a suspended two-year prison sentence and were placed on probation for four years (with the stipulation that they obtain self-paid regular psychiatric treatment), following their guilty plea to contempt of court arising out of frauds perpetrated upon various broker-dealers in 1961 in connection with the purchase of securities of certain named companies, thereby violating 1959 court orders permanently enjoining them from violations of the Exchange Act anti-fraud provisions (in connection with the purchase of Artloom Corporation stock or any other security).

PUTNAM INCOME FUND FILES FOR OFFERING. The Putnam Income Fund, 60 Congress St., Boston, filed a registration statement (File 2-21273) with the SEC on April 3 seeking registration of 2,000,000 shares of beneficial interest in the Fund, to be offered for public sale at net asset value plus a sales charge of 8½% of the offering price. The Fund is a diversified open-end mutual investment fund organized under Massachusetts law in March 1963. Its primary purpose is to seek for its shareholders maximum income with long-term growth of principal also as an objective. The Putnam Management Company, Inc., will act as manager for the Fund, and Putnam Fund Distributors, Inc., is principal underwriter of its shares. Charles M. Werly is board chairman, George Putnam, Jr. is president, and Horace S. Nichols is a vice president, and they are all directors and principal stockholders of the manager (which owns the underwriter).

REALTY EQUITIES FILES FOR RIGHTS OFFERING. Realty Equities Corporation of New York, Time & Life Bldg., New York, filed a registration statement (File 2-21274) with the SEC on April 3 seeking registration of 117,853 shares of common stock. It is proposed to offer such stock for subscription by common stockholders at the rate of one new share for each three shares held. No underwriting is involved. The record date and subscription price (maximum \$7 per share*) are to be supplied by amendment.

The business of the company and its subsidiaries consists principally of the purchase and sale, the development (including building construction) and management of, and the making of investments in, real estate. The net proceeds from the stock sale will be added to general funds and used for general corporate purposes, including increased working capital and for the purchase or improvement of additional properties. In addition to certain indebtedness, the company has outstanding 353,558 shares of common stock, of which Morris Karp, president, owns 18.3% and management officials as a group 32.7%.

PANHANDLE EASTERN PIPE LINE FILES STOCK PLAN. Panhandle Eastern Pipe Line Company, One Chase Manhattan Plaza, New York, filed a registration statement (File 2-21275) with the SEC on April 3 seeking registration of \$4,500,000 of participations in its Employees' Stock Purchase and Savings Plan, and 60,402 shares of common stock which may be acquired pursuant thereto.

ELECTRONIC ASSOCIATES FILES STOCK PLANS. Electronic Associates, Inc., Long Branch, N. J., filed a registration statement (File 2-21276) with the SEC on April 3 seeking registration of 72,738 shares of capital stock, to be offered pursuant to its Associates' Stock Subscription Plan and its Officers and Key Associate Options.

BUCKEYE PIPE LINE FILES THRIFT PLAN. The Buckeye Pipe Line Company, 30 Rockefeller Plaza, New York, filed a registration statement (File 2-21277) with the SEC on April 3 seeking registration of \$375,000 of interests in its Thrift Plan for Employees, and 4,237 shares of common stock which may be acquired pursuant thereto.

REVLON FILES STOCK PLAN. Revlon, Inc., 666 Fifth Ave., New York, filed a registration statement (File 2-21278) with the SEC on April 3 seeking registration of 571,595 shares of common stock, to be offered pursuant to its Executive Stock Option Plan.

EAGLE'S NEST MOUNTAIN ESTATES FILES FINANCING PLAN AND SECONDARY. Eagle's Nest Mountain Estates, Inc., 2042 South Atlantic Avenue, P. O. Box 7197, Daytona Beach, Fla., filed a registration statement (File 2-21279) with the SEC on April 1 seeking registration of \$400,000 of 8% subordinated convertible debentures due 1983, to be offered for public sale by the company, and 400,000 shares of common stock, of which 300,000 shares are to be offered by the company and 100,000 shares, being outstanding stock, by the holders thereof. The \$400,000 of debentures and 400,000 common shares are to be offered in units consisting of one \$100 debenture and 100 shares. The offering will be made at \$350 per unit on a best efforts basis by Alpha Investment Securities, Inc., 11 Pryor St., S. W., Atlanta, Ga., which will receive a \$45 per unit selling commission. The statement also includes 600,000 outstanding common shares presently owned by the company's stockholders.

The company was organized in 1959 to engage in the development and improvement of a 781 acre tract in Haywood County, N.C., known as Eagle's Nest Mountain. The company intends to sub-divide and develop the land, build houses under contract, or as a speculative venture for sales to purchasers. It also intends to construct and operate a motor lodge and restaurant and develop an amusement complex which will include a pool, horse stables, riding ring, tennis courts, ice skating rink, putting green, ski lift, and other facilities which may prove appropriate. Of the \$982,610 estimated net proceeds from this financing, \$450,000 will be used to construct the motor lodge, \$124,975 to retire indebtedness incurred for part of the purchase price of one of the tracts of land included in the general tract and the construction and paving of a road, \$186,500 to construct and develop the amusement complex, \$197,000 for an additional 40 rooms in the lodge, and the balance for working capital and running of the lodge and continued development and improvement of the company's land. The company has outstanding 700,000 shares of common stock, of which William C. Satterthwaite, a director, F. Lovette West, president, and J. W. Boyd, vice president, own 35.18%, 21.8% and 12.95%, respectively. They propose to sell 50,260, 31,240 and 18,500 shares, respectively.

CONTINENTAL CAN FILES STOCK PLANS. Continental Can Company, Inc., 633 Third Ave., New York, filed a registration statement (File 2-21280) with the SEC on April 2 seeking registration of 608,181 shares of common stock, to be offered pursuant to its Employees' Stock Purchase Plan 1 and 2.

THOMPSON RAMO WOOLDRIDGE FILES STOCK PLANS. Thompson Ramo Wooldridge Inc., 23555 Euclid Ave., Cleveland, filed a registration statement (File 2-21281) with the SEC on April 2 seeking registration of 386,095 shares of common stock, to be offered pursuant to its 1951 Stock Option Plan and its 1956 and 1958 Plans For Stock Options.

PALL CORP. FILES FOR RIGHTS OFFERING. Pall Corporation, 30 Sea Cliff Avenue, Glen Cove, L.I., New York, filed a registration statement (File 2-21282) with the SEC on April 4 seeking registration of 61,584 shares of Class A stock. It is proposed to offer such stock for subscription by Class A and Class B stockholders at the rate of new Class A share for each nine Class A and Class B shares held of record on the effective date of this statement. L. F. Rothchild & Co., 120 Broadway, New York, heads the list of underwriters. The subscription price (maximum \$34 per share*) and underwriting terms are to be supplied by amendment.

The company produces high-quality metal and disposable filters and equipment for the dehumidification of compressed gases. It also manufactures products for the sensing and control of flow and temperature, for the detection of gases, and for the treatment and pumping of water. Of the net proceeds from the stock sale, \$1,100,000 will be used to repay short-term bank loans incurred for working capital and for capital expenditures, \$250,000 for the replacement and improvement of plant and equipment for the company, and the balance to relocate a division, for equipment for subsidiaries and for working capital. In addition to certain indebtedness, the company has outstanding 288,014 Class A and 266,200 Class B shares, of which David B. Pall, president and board chairman, and Canmont Investment Corp., of Montreal, Quebec, own 42.1% and 45.5%, respectively, of the Class B shares. Pall and Abraham Krasnoff, executive vice president, hold as voting trustees 92.2% of the outstanding Class B stock. Management officials as a group own 6% of the outstanding Class A shares. According to the prospectus, the two principal stockholders have advised the company that they do not intend to exercise their rights to purchase new Class A shares.

CATERPILLAR TRACTOR FILES STOCK PLAN. Caterpillar Tractor Co., Peoria, Ill., filed a registration statement (File 2-21283) with the SEC on April 4 seeking registration of 184,796 shares of common stock, to be offered pursuant to its 1959 Stock Option Plan.

SECURITIES ACT REGISTRATIONS. Effective April 8: General Real Estate Fund (File 2-21080); Hewlett-Packard Co. (File 2-20837); Utah Power & Light Co. (File 2-21141).

*As estimated for purposes of computing the registration fee.

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