

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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Washington 25, D.C.

FOR RELEASE September 16, 1960

ADRs FOR SOCIETE ANONYME DES AUTOMOBILES FILED. Morgan Guaranty Trust Company of New York filed a registration statement (File 2-17049) with the SEC on September 15, 1960, seeking registration of American Depositary Receipts for 50,000 Bearer Shares of Societe Anonyme Des Automobiles Peugeot, of France.

BROOKLYN UNION GAS FILES STOCK PLAN. The Brooklyn Union Gas Company, 176 Remsen Street, Brooklyn, N. Y., filed a registration statement (File 2-17050) with the SEC on September 15, 1960, seeking registration of 25,000 shares of common stock, to be offered to employees pursuant to its Employee Common Stock Purchase Plan.

ALLIED MAINTENANCE FILES FOR SECONDARY. Allied Maintenance Corporation, 350 Fifth Avenue, New York, N.Y., filed a registration statement (File 2-17051) with the SEC on September 15, 1960, seeking registration of 152,500 outstanding shares of capital stock, to be offered for public sale by the present holders thereof through Wertheim & Co. The public offering price and underwriting terms are to be supplied by amendment.

The company and its subsidiaries are a service organization, such service embracing the maintenance and cleaning of department stores, airline, bus, and railroad terminals, sports stadiums, and other structures; and various specialized aviation services, including the operation of facilities for the fueling of aircraft.

In addition to certain indebtedness, the company has outstanding 560,000 shares of capital stock, of which Daniel Fraad, Jr., president, owns 225,756 shares and proposes to sell 60,000 shares; William R. Fraad, board chairman, owns 225,728 shares and proposes to sell 60,000 shares; and Dr. Lewis M. Fraad, a director, owns 78,516 shares and proposes to sell 32,500 shares.

PRUDENTIAL OIL PROPOSES OFFERING. The Prudential Oil Corporation, 21 West Putnam Ave., Greenwich, Conn., filed a registration statement (File 2-17052) with the SEC on September 15, 1960, seeking registration of 56 Units in its 1960 Drilling Fund and 144 Units in its 1960 Drilling Fund "B". According to the prospectus, the 1960 Drilling Fund units were sold to twenty seven persons at \$5,000 per unit. Subsequently, in action by the Commission, the company and Edward J. Willey, secretary-treasurer, consented to a permanent injunction against the sale of such units without registration. The company proposes to reoffer such units and to extend to each purchaser the right to rescind his purchase or to accept such reoffer by retaining his units. Of the 56 units sold, 10 units were acquired by Willey and four other officials.

The 144 units in the Drilling Fund "B" are to be offered for sale at \$5,000 per unit (with a minimum of two units per investor), for the purpose of financing the exploration of oil and gas by drilling exploratory wells on property, to which the company shall acquire leases or titles, or by acquiring participations in turnkey contracts or other participating interests in wells, as agents on behalf of purchasers of the units.

HOUSEHOLD FINANCE PROPOSES DEBENTURE OFFERING. Household Finance Corporation, Prudential Plaza, Chicago, today filed a registration statement (File 2-17053) with the SEC, seeking registration of \$50,000,000 of debentures due 1981, to be offered for public sale through a group of underwriters headed by Lee Higginson Corp., White, Weld & Co. and William Blair & Company. The interest rate, public offering price and underwriting terms are to be supplied by amendment.

The company's principal business is the making of instalment loans primarily to consumers in comparatively small amounts. The net proceeds from the debenture sale will be used to reduce short-term bank loans which were incurred under the company's established lines of credit to provide additional funds for lending to customers in the usual course of business.

In addition to various indebtedness and three series of preferred stock, the company has outstanding 8,748,742 shares of common stock, of which Popular Finance Corporation, of Delaware, owns 1,290,000 shares, and management officials as a group own 227,302 shares. The prospectus lists H. E. MacDonald as president.

DORSETT ELECTRONICS LABORATORIES FILES FOR OFFERING. Dorsett Electronics Laboratories, Inc., Post Office Box 862, Norman, Okla., filed a registration statement (File 2-17048) with the SEC on September 15, 1960, seeking registration of 50,000 shares of common stock for public offering. The public offering price and underwriting terms, as well as the name of the underwriter, are to be supplied by amendment.

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For further details, call WOrth 3-5526

The company is primarily engaged in the design and manufacture of various electronic data handling and control systems. At the present time it is principally engaged in the design and manufacture of airborne telemetering systems with special emphasis on missile instrumentation application. Recently-acquired subsidiaries engage in the design and manufacture of various training and sales aids and films, industrial automation equipment and special electronic test equipment, and the manufacture of the Artisan Electronic Organs. The net proceeds from the stock sale will be used to provide additional working capital, and reduction of debt which is currently based on pledged receivables. In addition, certain amounts will be supplied as working capital to subsidiaries to expand their operations.

In addition to certain indebtedness, the company has outstanding 292,946 shares of common stock, of which Loyd G. Dorsett, board chairman and president, owns 26.3%.

HEARTLAND DEVELOPMENT GRANTED EXEMPTION. The SEC has issued an order under the Investment Company Act (Release 40-3112) granting an application of Heartland Development Corp., of Albany, N. Y. for an order declaring that it has ceased to be an investment company under the Act. Stockholders of the company recently approved a change in its business to that of a real estate company.

TRADING IN CONSOLIDATED DEVELOPMENT (CUBA) SUSPENDED. The SEC has ordered the further suspension of trading in the common stock of Consolidated Development Corporation (formerly Consolidated Cuban Petroleum Corporation), of Havana, Cuba, for the ten-day period September 19 to 28, 1960, inclusive (Release 34-6369).

SECURITY CREDIT CORP. ENJOINED. The SEC Denver Regional Office announced September 12th (LR-1777) the entry of a Federal court order (USDC U.) permanently enjoining Security Credit Corporation, Eldon C. Harris and Dow & Company from further sales of Security Credit stock in violation of the registration and anti-fraud provisions of the Securities Act.

AMERICAN BARIDES AND REDUCTION ENJOINED. The SEC Chicago Regional Office announced September 12th (LR-1778) the entry of a Federal court order (USDC ND Ill.) permanently restraining American Barides and Reduction Co., Inc., Lorraine B. Johnson and Eddie G. Johnson from sale of American Barides stock in violation of the Securities Act registration requirement. Complaint dismissed as to Charles A. Sterling, Sr., by reason of death.

STERLING MINING & MILLING ENJOINED. The SEC Chicago Regional Office announced September 12th (LR-1779) the entry of a Federal court order (USDC ND Ill.) permanently enjoining Sterling Mining and Milling Co., Inc., Lorraine B. Johnson and Eddie G. Johnson from further sale of Sterling Mining stock in violation of the Securities Act registration requirement. Complaint dismissed as to Charles A. Sterling, Sr., by reason of death.

COURT ACTION NAMES DIVERSIFIED SECURITIES, INC. The SEC Denver Regional Office announced September 13th (LR-1780) the filing of Federal court action (USDC Colo.) seeking to enjoin Diversified Securities, Inc., of Englewood, Colo., and its president, Gifford W. Gabriel, Jr., from further violations of the Commission's net capital rule.

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