

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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MODIFICATION OF HOLDING COMPANY REPORTING FROM PROPOSED. The SEC has published a proposal under the Holding Company Act to amend the Form U5S annual report form prescribed for registered holding companies; and it has invited the submission of views and comments thereon not later than July 7, 1961 (Release 35-14461).

Heretofore, Form U5S has not required the filing of information (other than in a footnote to the financial statements) with respect to stock options issued to officers, director or employees of the registered holding company or any of its subsidiary companies. Under the proposed amendment, disclosure would be required of the names of each officer or director who held an option during the year and of other related information, including his position, salary, options held and exercised, and similar information. As to all other system employees, information would be required on a group basis (without naming individuals) as to options held and exercised and related data, shown separately for groups of employees within certain specified salary levels.

CATERPILLAR TRACTOR PROPOSES DEBENTURE OFFERING. Caterpillar Tractor Co., 600 West Washington Street, East Peoria, Ill., today filed a registration statement (File 2-18271) with the SEC seeking registration of \$50,000,000 of sinking fund debentures due June 15, 1986, to be offered for public sale through underwriters headed by Blyth & Co., Inc. The interest rate, public offering price and underwriting terms are to be supplied by amendment. Net proceeds from the debenture sale will be used to repay short term indebtedness to banks incurred to finance capital expenditures and increased inventories and receivable.

SECURITIES ACT REGISTRATIONS. Effective June 8: The Futterman Corporation (File 2-17897); Idaho Maryland Industries, Inc. (File 2-17645); Inland Steel Company (File 2-18129); Kobacker Shoe Company, Inc. (File 2-17936); Missile Sites, Inc. (File 2-17878); South Florida Citrus Industries, Inc. and Tropical River Cooperative Association (File 2-17551); St. Louis Capital, Inc. (File 2-17946); Union Tank Car Company (File 2-18032). Effective June 9: American-Israel Phosphate Company, Inc. (File 2-17409); Walter J. Schneider Corp. (File 2-17852); The Sherman Company (File 2-17831); Southland Life Insurance Company (File 2-17820).

UNLISTED TRADING IN MAGNAVOX SHARES REQUESTED. The Philadelphia-Baltimore Stock Exchange has applied to the SEC for unlisted trading privileges in the common stock of Magnavox Company; and the Commission has issued an order giving interested persons until June 23, 1961, to request a hearing thereon.

STRATOFLEX FILES FOR STOCK OFFERING. Stratoflex, Inc., P. O. Box 10398, Fort Worth, Texas, filed a registration statement (File 2-18265) with the SEC on June 8th seeking registration of 120,000 shares of common stock, to be offered for public sale through First Southwest Company. The public offering price and underwriting terms are to be supplied by amendment.

The company is engaged in the design, manufacture and sale of hydraulic and pneumatic type hose, hose fittings and hose assemblies, incorporating both the detachable reusable and permanently attached end fittings, self sealing and quick disconnect couplings, mechanical lock, brazed tube assemblies and self locking nuts. The company provides research and development and design engineering and its service and sales are principally to the aircraft and missile industries and to other industries including railroad, earth moving equipment, mining, diesel engine, truck and transportation, marine and refrigeration. The net proceeds from the stock sale will be used for the retirement of all existing equipment notes and bank indebtedness, and the balance will be added to general funds and used as operating capital.

The company has outstanding 190,324 common shares and 442,300 Class B common shares. K. W. Davis, Sr., K. W. Davis, Jr., T. C. Davis, vice president, and W. S. Davis own 23.21%, 29.78%, 23.52%, and 23.49%, respectively, of the Class B shares; and T. C. Davis, W. S. Davis, and D. H. Thornbury own 11.60%, 13.46% and 12.61%, respectively, of the common shares. Class B shares are convertible into common shares on a share for share basis.

ALIX OF MIAMI FILES FOR OFFERING AND SECONDARY. Alix of Miami, Inc., 2700 N.W. 5th Avenue, Miami, Fla., filed a registration statement (File 2-18267) with the SEC on June 8th seeking registration of 100,000 shares of Class A common stock, of which 70,000 shares are to be offered for public sale by the company and 30,000 shares, being outstanding stock, by the present holders thereof. The offering will be made at \$9 per share through underwriters headed by Clayton Securities Corporation, which will receive a \$1 per share commission and \$15,000 for expenses. The registration statement also includes 3,000 outstanding Class B common shares to be sold to the principal underwriter by the selling stockholders at 10¢ per share.

The company is primarily engaged in the styling, manufacture and sale of women's and misses' dresses, misses' sportswear and glamour swimsuits and beach ensembles, all of which are sold under its brand name "Alix of Miami". The net proceeds from the company's sale of additional stock, estimated at \$536,000, will be used to improve the company's working capital position. The proceeds will become part of the general funds and may be applied to any corporate purposes.

OVER

Pursuant to a recapitalization in May 1961, the 166.6 common shares then outstanding and owned by Alex Schneidman, president, and Luther V. Powell, vice president, became 30,000 Class A and 116,000 Class B common shares. In June 1961, the company will acquire all the issued and outstanding capital stock of Brookfield Mills, Inc. in exchange for 9,000 Class B shares of the company. Of the 250 outstanding shares of Brookfield, 106½ were held by Tanya Schneidman, wife of Alex Schneidman, and 48-¾ by Powell, for which 3,825 and 1,755 Class B shares respectively will be issued. The Brookfield stock had a book value of \$64,135 at April 1961. Of the 30,000 Class A and 116,000 Class B shares outstanding, Schneidman and Powell own 25,116 and 4,884 Class A shares, respectively, and 94,604 and 20,151 Class B shares, respectively, and each proposes to sell all his Class A holdings.

MARQUARDT FILES STOCK PLAN. The Marquardt Corporation, 16555 Saticoy Street, Van Nuys, Calif., filed a registration statement (File 2-18268) with the SEC on June 8th seeking registration of 20,000 shares of capital stock, to be offered to selected officers and employees pursuant to the company's Stock Purchase and Option Plan.

BUSINESS CAPITAL OUTLAYS REPORTED. The SEC and the Department of Commerce report anticipated plant and equipment expenditures by business at a seasonally adjusted annual rate of over \$34½ billion in the third quarter of this year (Statistical Release No. 1757).

TRADING BAN IN APEX MINERALS CONTINUED. The SEC has ordered the suspension of trading on the San Francisco Mining Exchange and the over-the-counter market in the common stock of Apex Minerals Corporation, of Reno, Nevada, for the further period June 10 to 19, 1961, inclusive.

ISRAEL-AMERICA HOTELS FILES FOR STOCK OFFERING. Israel-America Hotels, Limited, Tel Aviv, Israel, filed a registration statement (File 2-18266) with the SEC on June 8th seeking registration of 1,250,000 ordinary shares, to be offered for subscription in the United States at \$1 per share cash or in certain State of Israel Bonds. The offering will be made on a best efforts basis through Brager & Company, which will receive a 7½% selling commission per share. Such shares are a part of a total of 1,666,670 shares; and part of the remaining 416,670 shares are to be used for the acquisition of land upon which a proposed hotel is to be erected and the balance sold at \$1 per share to Daniel and Dov Jordan, directors and principal stockholders.

The company was organized under Israel law in October 1960 for the purpose of erecting, furnishing and operating a new hotel at Herzlia, on the shore of the Mediterranean Sea about 10 miles north of the center of Tel Aviv. In February 1961, the company entered into a contract with Daniel and Dov Jordan, whereunder it acquired (in exchange for 176,787 shares) complete control of Kiriath Jordan, Ltd., the owner of the land upon which the hotel is being erected. The company assumed a contract previously entered into between the Jordans and M. Jeremitsky and G. Margalith, Architects & Engineers, Ltd., under which the Engineers undertook to design the hotel, supervise its construction, and perform related technical services. It also contracted with Vacuum Beton Company, Ltd. for the construction and equipment of the hotel. Construction started in December 1960, and it is anticipated that the hotel will be ready to receive guests not later than April 1, 1962. The net proceeds from the stock sale in the United States, together with the sale of the additional 416,670 shares and a \$972,222 loan from an Israel Government controlled company, The Tourist Industry Development Corporation, Ltd., estimated to aggregate \$2,513,892, will be used to acquire the land, pay costs of construction and equipment and other necessary costs. Such costs include \$176,787 for the purchase of the land and \$1,288,889 for construction. In addition to the Jordans, other directors of the company include Jeremitsky and Harry E. Brager.

MAIRS AND POWER INCOME FUND FILES FOR STOCK OFFERING. Mairs and Power Income Fund, Inc., E. 1002 First National Bank Bldg., St. Paul, Minn., filed a registration statement (File 2-18269) with the SEC on June 7th seeking registration of 40,000 shares of common stock, to be offered for public sale directly by the Fund. There are no sales commission or selling charges.

Organized under Minnesota law in January 1961, the Fund is a diversified open-end management type investment company, and is sponsored and managed by Mairs and Power, investment counsel of St. Paul. According to the prospectus, the principal objective of the Fund is "liberal income, with moderate capital appreciation also a consideration, and investments will consist of bonds, preferred stocks and common stocks."

The Fund has outstanding 6,107 common shares, of which management officials as a group own 5.02%. Management officials include George A. Mairs, Jr. and George C. Power who are partners of Mairs and Power.

BURGMASER CORP. FILES FOR OFFERING AND SECONDARY. Burgmaster Corporation, 15001 South Figueroa Street, Gardena, Calif., filed a registration statement (File 2-18270) with the SEC on June 8th, seeking registration of 190,000 shares of common stock, of which 100,000 shares are to be offered for public sale by the company and 90,000 shares, being outstanding stock, by Fred G. Burg, president. The public offering price and underwriting terms are to be supplied by amendment. Shearson, Hammill & Co. heads the list of underwriters. According to the prospectus, these shares were previously offered to the public pursuant to a prospectus dated May 15, 1961, on the same conditions as this offering. The prior registration statement was subsequently withdrawn on June 6th and all initial subscriptions and subsequent transactions in the stock were cancelled. The company manufactures and distributes multiple spindle turret drilling machines and related equipment and accessories. It is engaged in an expansion program. Of the net proceeds of the stock sale, \$200,000 will be used to pay bank borrowings and other obligations incurred in connection with equipment already purchased; \$100,000 will be used to purchase additional equipment; \$100,000 will be used as a down payment on the purchase of certain real property and equipment presently under lease; \$215,000 will be used to retire all other short term bank borrowings; and the balance will be added to working capital to be used principally for carrying an increased volume of accounts receivable.