

SECURITIES AND EXCHANGE COMMISSION

NEWS DIGEST

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



Washington 25, D.C.

FOR RELEASE October 14, 1958

AMBER OIL OFFERING SUSPENDED

The Securities and Exchange Commission has issued an order temporarily suspending a Regulation A exemption from registration under the Securities Act of 1933 with respect to a proposed public offering of stock by Amber Oil Company, Inc., of Fort Worth, Texas. The order provides an opportunity for a hearing, upon request, on the question whether the suspension should be vacated or made permanent.

Regulation A provides a conditional exemption from registration with respect to public offerings of securities not exceeding \$300,000 in amount. In its notification, filed September 5, 1958, Amber Oil proposed the public offering of 125,000 common shares at \$2 per share. The Commission's suspension order asserts that the terms and conditions of Regulation A have not been complied with, that the company's offering circular is false and misleading in respect of various material facts, and that use of said offering circular in the offering and sale of Amber Oil stock would violate Section 17 (the fraud prohibition) of the Securities Act.

The Commission's order challenges the accuracy and adequacy of various informational disclosures contained in Amber Oil's offering circular, including the following: (a) the comparable percentages of ownership and cash cost of shares owned by the public (33.4% of the stock for 85% of the cash invested, assuming all shares are sold), as contrasted with that of the promoters and management officials and their associates (66.6% of the stock for 15% of the cash investment); (b) various geological information, including size and productivity of present wells, extent of oil reserves and the company's interest in gross production from leases held; (c) omission of recent production figures from present wells; and (d) inclusion in financial statements of appraisal valuation figures for amounts other than the cash consideration paid for properties acquired.

TO THE PRESS: Above also available SEC Fort Worth Regional Office

CANADIAN RESTRICTED LIST Seventh Supplement

The Securities and Exchange Commission announced today the addition to its Canadian Restricted List of the following Canadian Company:

JACOBUS MINING CORPORATION, LTD.
Suite 511-512
25 Adelaide Street West
Toronto, Ontario, Canada

According to information received by the Commission, large blocks of shares of the common capital stock of Jacobus Mining Corporation, Ltd. have been, and are being, offered, distributed, and sold to investors in all parts of the United States, principally by means of extensive mail

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For further details, call ST. 3-7600, ext. 5526

circularization by Owen K. Taylor, Inc. of New York, New York, and Milton Cronenberg of Detroit, Michigan, investment advisers, recommending the purchase of the shares during a period when the shares are being underwritten, offered, and sold in Canada by Lehigh Securities, Ltd., a firm owned and controlled by certain officers and directors of Jacobus Mining Corporation, Ltd.

No registration statement has been filed as to these securities, and consequently investors are not being provided with the disclosure of financial and other information concerning Jacobus Mining Corporation, Ltd. which a registration statement and prospectus would provide.

The Canadian Restricted List is composed of Canadian companies whose stock the Commission has reason to believe, based upon information obtained in its investigations and otherwise, recently have been or currently are being distributed in the United States in violation of the registration requirements of the Securities Act of 1933.

JERSEY CENTRAL POWER STOCK SALE PROPOSED

Jersey Central Power & Light Company, Asbury Park, N. J., subsidiary of General Public Utilities Corporation, has joined with its parent in the filing of the application with the SEC for an order permitting the sale by Jersey Central and the purchase by the parent of an additional 850,000 shares of Jersey Central common stock for a cash consideration of \$8,500,000. The Commission has issued an order giving interested persons until October 29, 1958, to request a hearing upon the proposal. Of the net proceeds of the stock sale, Jersey Central will apply \$5,500,000 to reimbursement of its treasury for construction expenditures made subsequent to December 31, 1957 and prior to September 1, 1958. Out of such reimbursement the company will use \$2,000,000 to prepay its outstanding note in that amount, the proceeds of which were used for construction expenditures. The remainder of the proceeds will be applied to the payment of construction expenditures made subsequent to August 31, 1958, or to reimburse the company's treasury for expenditures for such purposes.

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