

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST



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

Washington 25, D.C.

FOR RELEASE October 4, 1957

ATOMIC DEVELOPMENT MUTUAL FUND TO ACQUIRE GENERAL TIRE DEBENTURES

Atomic Development Mutual Fund, Inc., Wilmington, Del., investment company, has applied to the SEC for an exemption order permitting its purchase of \$500,000 of General Tire & Rubber Company 6% Subordinated Debentures due October 1, 1982, with Common Stock Purchase Warrants attached; and the Commission has issued an order giving interested persons until 1:00 P.M., October 18, 1957, to request a hearing thereon. The securities to be acquired are a part of an offering of \$12,000,000 of debentures by General Tire. The Fund's investment adviser, Auchincloss, Parker and Redpath, is a member of the underwriting group. Accordingly, its purchase of the debentures is prohibited unless an exemption order is issued by the Commission. (See Investment Company Act Release No. 2611.)

A T & T FILES FOR \$250 MILLION DEBENTURE OFFERING

American Telephone and Telegraph Company, New York, filed a registration statement (File 2-13653) with the SEC on October 3, 1957, seeking registration of \$250,000,000 of Twenty-six Year Debentures, due November 1, 1983. The company proposes to offer these securities for public sale at competitive bidding. It intends to use the proceeds for advances to subsidiary and associated companies; for the purchase of stock offered for subscription by such companies; for property additions and improvements; and for general corporate purposes.

A M I INC. PROPOSES OFFERING TO STOCKHOLDERS

A M I Incorporated, Grand Rapids, Mich., today filed a registration statement (File 2-13651) with the SEC seeking registration of 114,323 shares of its \$3 par Common Stock, with warrants. The company proposes to offer the common shares (with warrants) for subscription at \$9 per share by holders of its outstanding common stock at the rate of one additional share for each 4 shares held. The record date is to be supplied by amendment. Cage Trust, a trust organized under the laws of the State of Liechtenstein, has agreed to unsubscribe shares. The warrants will entitle the purchasers to purchase on or prior to April 30, 1958, shares of common stock at \$10 per share at the rate of one share for each additional common share subscribed for. Net proceeds of this financing will be applied, to the extent required, to the retirement of the company's 5% Mortgage Note, 5% Unsecured Notes and its short-term collateralized bank borrowings and the balance to the reduction of short-term bank borrowings. A M I is presently primarily engaged in the manufacture and sale of coin-operated automatic phonographs, commonly known as "juke boxes", and accessories therefor.

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

(OVER)

OTTER TAIL POWER FILES FOR DEBENTURE OFFERING

Otter Tail Power Company, Fergus Falls, Minn., today filed a registration statement (File 2-13652) with the SEC seeking registration of \$5,220,600 of 5½% Convertible Debentures due November 1, 1967. The company proposes to offer the debentures for subscription by common stockholders of record October 25, 1957, at 100% of their principal amount, and on the basis of \$100 of debentures for each 14 common shares then held.

Halsey, Stuart & Co., Inc. is named as the underwriter. According to the prospectus, the underwriter has agreed to purchase at 100% of principal amount all debentures not purchased by stockholders. The underwriting agreement provides that the company shall pay no underwriting commission and that in lieu thereof the underwriter shall pay to the company the sum of \$2,600 for the privilege of underwriting the debentures. The company will reimburse the underwriter for the fees and disbursements of its counsel in an amount not exceeding \$8,500.

The company proposes to apply \$5,000,000 of the net proceeds to retire a like amount of bank loans which are now outstanding in the amount of \$5,542,500 and which were incurred for temporary financing of its construction program, and to apply the balance of the proceeds to the future cost of the construction program. Construction expenditures amounted to \$6,600,000 for the 18 months ended June 30, 1957; and they are estimated at \$2,700,000 for the last six months of 1957 and \$8,165,000 and \$9,510,000, respectively, for the years 1958 and 1959.

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