

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

June 5, 1957

Holding Company Act Release No. 13495

Michigan Wisconsin Pipe Line Company, of Detroit, subsidiary of American Natural Gas Company, has received SEC authorization to issue and sell \$30,000,000 of bonds and \$3,000,000 of stock. The \$30,000,000 of First Mortgage Pipe Line Bonds, Series due 1977, are to be offered for public sale at competitive bidding. The common stock financing involves the issuance and sale of 30,000 additional common shares to American for a cash consideration of \$3,000,000. Proceeds of this financing will be used by Michigan Wisconsin to pay off outstanding bank loan indebtedness; to finance approximately \$5,500,000 of construction during 1957; and to reimburse the company's treasury for construction expenditures.

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The Mountain States Telephone and Telegraph Company (Denver) today filed a registration statement (File 2-13405) with the SEC seeking registration of 584,176 shares of its \$100 par Capital Stock (common). The company proposes to offer this stock for subscription at \$100 per share by its common stockholders of record June 20, 1957, at the rate of one new share for each five shares then held. The offering is not underwritten. Mountain States is a subsidiary of American Telephone and Telegraph Company, which owns 2,533,506 shares (86.74%) of its outstanding stock.

Net proceeds of this financing, estimated at \$58,325,000 if all subscription rights are exercised, are to be applied toward repayment of advances from American. Such advances are in conformity with an established practice (which is to be continued) of borrowing from American, as need therefor arises, for general corporate purposes, including property additions and improvements. If all subscription rights are exercised, it is estimated that advances in the amount of \$8,500,000 will remain outstanding following the close of the subscription period on July 31, 1957.

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Erie Resistor Corporation, Erie, Pa., today filed a registration statement (File 2-13406) with the SEC seeking registration of 100,000 shares of its \$0.90 Convertible Preference Stock, 1957 Series, \$12.50 par. The company proposes to offer this stock for public sale at \$15 per share through an underwriting group headed by Fulton Reid & Co., Inc. The underwriting terms are to be supplied by amendment.

Erie Resistor is a manufacturer of component parts and assemblies for electronic devices, and its English subsidiary is a supplier of electronic components in Great Britain. Of the proceeds of this financing, \$250,000 will be used to pay short-term

(OVER)

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

indebtedness incurred in connection with the company's program of plant expansion. The balance will be used to provide the increased working capital which will be required as a result thereof.

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