

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

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



Washington, D.C. 20549

(In ordering full text of Releases from Publications Unit, cite number)

(Issue No. 66-182)

FOR RELEASE September 23, 1966

INDIVIDUALS' SAVING REPORTED. The SEC announces (for September 24 newspapers) that a changing pattern of financial saving of individuals is apparent from the new estimates of savings for the second quarter of 1966. Individuals, on net balance, saved \$5 billion in financial form during the June quarter, as they added slightly more than \$11 billion to financial assets while increasing their debt by about \$6 billion in connection with purchases of housing, consumer durables and securities. The changed composition of saving in 1966 is most striking in the pattern of asset accumulation. Thus, for the first six months of 1966 savings in the form of (a) cash-type assets (currency and demand deposits, time and savings deposits, and saving shares) amounted to \$3.6 billion; (b) securities (U.S. Government, State and local issues, corporate and other issues) amounted to \$8.9 billion; and (c) insurance and pension reserves amounted to \$8.3, for a total of \$20.8 billion. These are to be contrasted with \$11.5, \$3.2 and \$8.3 billion, respectively, for the first six months of 1965, or a total of \$23 billion. (For further details, see Statistical Release No. 2153).

SEC ENTERS POLYCAST PROCEEDINGS. The SEC announced today that, at the request of Judge William H. Timbers, it has entered a notice of appearance in the proceeding under Chapter X of the Bankruptcy Act for the reorganization of The Polycast Corporation, pending in the Federal court in New Haven, Conn. A voluntary petition was filed on September 6 and approved on September 12, 1966. B. Edwin Sackett was appointed Trustee.

The Debtor is engaged in the manufacture of plastic sheeting. According to a balance sheet filed with the petition, as at July 31, 1966 total assets approximate \$1,674,000 and liabilities total \$1,901,000, including about \$870,000 which are secured by substantially all of the assets. There are presently outstanding \$355,500 principal amount of 6 $\frac{1}{2}$ % convertible subordinated debentures which are publicly held and 288,284 shares of common stock, of which 39% is held by management.

SEC COMPLAINT NAMES STERLING PRECISION, OTHERS. The SEC announced September 22 the filing of a complaint in the Federal court in New York City (LR-3586) seeking to enjoin violations of Section 17 of the Investment Company Act. The Equity Corporation also was named as a defendant. The complaint charges the redemption by Sterling of convertible preferred stock and debentures owned by Equity without advance Commission approval under the Act. The complaint also seeks rescission of the transaction.

SEC COMPLAINT NAMES DAVID M. MILTON. The SEC announced September 22 the filing of a complaint in Federal court in New York City (LR-3587) charging David M. Milton with gross misconduct and gross abuse of trust within the meaning of Section 36 of the Investment Company Act in respect of The Equity Corporation; and the complaint also charges that Milton engaged in practices violative of Section 37 and 17(a) of the Act, as well as the anti-fraud provisions of the Securities Act and Securities Exchange Act. The complaint seeks an accounting and restitution from Milton; and in this connection Equity and Bell Intercontinental Corporation, a majority-owned subsidiary of Equity, are named as nominal defendants.

HERMAN L. SHAW SENTENCED. The SEC Boston Regional Office announced September 21 (LR-3588) that, following his plea of guilty to violating and conspiring to violate the Securities Act registration requirements, Herman L. Shaw was sentenced to 30 days' imprisonment, fined \$3,000, and placed on probation for one year. The Aquafilter Corporation, of which Shaw was president and controlling stockholder, was fined \$12,500.

THREE TRADING BANS CONTINUED. The SEC has issued orders under the Securities Exchange Act suspending exchange and over-the-counter trading in securities of Great American Industries, Inc., and over-the-counter trading in bonds of Pinal County Development Association and the common stock of Underwater Storage, Inc., for the 10-day period, September 26-October 5, 1966, inclusive.

GPU SEEKS ORDER. General Public Utilities Corporation, New York, has applied to the SEC for an order under the Holding Company Act authorizing it to make an additional contribution of \$2,000,000 to Jersey Central Power & Light Co., a subsidiary; and the Commission has issued an order (Release 35-15565) giving interested persons until October 17 to request a hearing thereon. By a previous order, the Commission authorized GPU to make cash capital contributions during 1966 to certain of its subsidiaries, including \$20,000,000 to Jersey Central for construction purposes. The additional funds are also to be applied toward the subsidiary's construction program, estimated at \$73,600,000.

INVESTORS INTER-CONTINENTAL FUND SEEKS ORDER. Investors Inter-Continental Fund, Inc., Minneapolis, Minn., has applied to the SEC for an order under the Investment Company Act declaring that it has ceased to be an investment company; and the Commission has issued an order (Release IC-4704) giving interested persons until October 12 to request a hearing thereon. According to the application, the company exchanged its shares on May 16 for stock of Investors Variable Payment Fund, Inc.; and it represents that it has no assets and no outstanding securities, and that all of its known liabilities are now vested in Variable.

OVER

DIAL FINANCE PROPOSES DEBENTURE OFFERING. Dial Finance Company, 207 Ninth St., Des Moines, Iowa 50307, filed a registration statement (File 2-25529) with the SEC on September 22 seeking registration of \$8,000,000 of senior subordinated debentures (due 1986). The debentures are to be offered for public sale through underwriters headed by Salomon Brothers & Hutzler, 60 Wall St., New York. The interest rate, public offering price and underwriting terms are to be supplied by amendment.

The company is engaged primarily in the consumer finance business. Net proceeds of its debenture sale will be added to general funds and will be used initially to reduce short-term debt. In addition to indebtedness, the company has outstanding 4,600,000 common shares, of which management officials own 24.74% (including interests in certain trusts). Edward Glazer is president and Ellis I. Levitt is board chairman. Trustees of 89 trusts for members of the Levitt family hold 23.12% of the outstanding stock.

TWO STOCK PLANS FILED. Form S-8 registration statements have been filed with the SEC by the following companies, seeking registration of securities for offering under employee and/or officer stock plans:

- Continental Oil Company, 30 Rockefeller Plaza, New York 10020 (File 2-25520) (284,980 shares)
- Brockway Glass Company, Inc., 1200 Wood St., Brockway, Pa. 15824 (File 2-25523) (50,000 shares)

NORTHERN CONSOLIDATED AIRLINES FILES FOR OFFERING AND SECONDARY. Northern Consolidated Airlines, Incorporated, Box 6247, International Airport, Anchorage, Alaska 99502, filed a registration statement (File 2-25528) with the SEC on September 22 seeking registration of 350,000 shares of common stock and warrants to purchase an additional 175,000 shares. The securities are to be offered in units consisting of one share with an attached three-year warrant to purchase an additional one-half share, the exercise price to be supplied by amendment. Of the units being registered, 250,000 are to be offered for public sale by the company and 100,000 (being outstanding securities) by the present holders thereof. The offering is to be made through underwriters headed by F. Eberstadt & Co., 65 Broadway, New York 10006, and Dallas Rupe & Son, Inc., 1400 Republic Bank Tower, Dallas, Tex. 75201. The public offering price (\$7 per unit maximum*) and underwriting terms are to be supplied by amendment.

The company operates a scheduled air service for the transportation of persons, property and mail in Alaska. Net proceeds of its sale of additional securities will be applied toward the company re-equipment program, estimated to cost \$7,000,000. In addition to indebtedness, the company has outstanding 1,004,171 common shares, of which management officials own 48.98%. The prospectus lists five selling stockholders, including Raymond I. Petersen (president) and Marie A. Petersen, who are offering a total of 43,700 shares (and an additional 21,850 shares covered by warrants) of 327,696 shares held. Robert G. Miller is board chairman.

ILLINOIS POWER PROPOSES BOND OFFERING. Illinois Power Company, 500 S. 27th St., Decatur, Ill. 62525, today filed a registration statement (File 2-25533) with the SEC seeking registration of \$40,000,000 of first mortgage bonds (due 1996). The bonds are to be offered for public sale through underwriters headed by The First Boston Corp. and Kidder Peabody & Co., Inc., both of 20 Exchange Pl., New York 10005. The interest rate, public offering price and underwriting terms are to be supplied by amendment. The company will use the net proceeds of its bond sale in connection with its construction program (estimated to cost \$288,000,000 during the period August 1, 1966, to December 31, 1971).

RECENT FORM 8-K FILINGS. The companies listed below have filed Form 8-K reports for the month indicated and responding to the item of the Form specified in parentheses. Photocopies thereof may be purchased from the Commission's Public Reference Section (please give News Digest's "Issue No." in ordering). Invoice will be included with the requested material when mailed. An index of the captions of the several items of the form was included in the September 8 News Digest.

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|-------------------------------------|-----------|------------------------------------|-----------|
| Automation Ind Inc Aug 66 (12,13) | 0-804-2 | First Cheyenne Corp Aug 66 (2,13) | 2-23029-2 |
| Eltra Corp Aug 66 (12) | 1-1842-2 | American Metal Climax Inc | |
| Ford Motor Co Aug 66 (8,11) | 1-3950-2 | Aug 66 (12) | 1-229-2 |
| W Va Pulp & Paper Co Aug 66 (3) | 1-3013-2 | Bloomfield Bldg Inds Inc | |
| Col Interstate Gas Co Aug 66 (7,13) | 1-4874-2 | Aug 66 (2,8,12,13) | 1-4608-2 |
| Falcon Seaboard Drilling Co | | Leslie Fay Inc Aug 66 (11,13) | 1-4700-2 |
| Aug 66 (7) | 1-4359-2 | Great Southwest Corp | |
| Koppers Co Inc Aug 66 (7,8,13) | 1-3224-2 | Aug 66 (7,13) | 0-100-2 |
| Montana Dakota Utilities Co | | Omark Inds Inc Aug 66 (2,7,13) | 0-1824-2 |
| Aug 66 (12) | 1-3480-2 | Trans-Canada Pipe Lines Ltd | |
| Coburn Corp of Amer Aug 66 (12,13) | 1-4730-2 | Aug 66 (7,12) | 2-12927-2 |
| Continental Oil Co Aug 66 (8,13) | 1-1131-2 | Aqua-Chem Inc Aug 66 (2,7,13) | 1-4833-2 |
| Interstate Motor Freight System | | Cessna Aircraft Co Aug 66 (12,13) | 1-3145-2 |
| Sept 66 (7) | 1-4758-2 | Faradyne Electronics Corp | |
| Lithonia Lighting Inc Aug 66 (4) | 1-4776-2 | Aug 66 (11) | 0-2180-2 |
| Revlon Inc Aug 66 (7,8) | 1-4020-2 | First Va Corp Aug 66 (12) | 0-1002-2 |
| Chatham Corp Aug 66 (2,13) | 0-1540-2 | Ashland Oil & Refining Co | |
| Deep Drawing Corp Aug 66 (2,13) | 1-3352-2 | Aug 66 (2,7,13) | 1-2918-2 |
| Marion Laboratories Inc | | Avien Inc Jun 66 (3) | 1-4190-2 |
| Aug 66 (11,13) | 2-23862-2 | Cenco Instruments Corp Aug 66 (13) | 1-3730-2 |
| | | Champion Silver Mining Co | |
| | | Aug 66 (2,7,11,12,13) | 1-4968-2 |
| | | Miss Elliette Inc Aug 66 (8,11,12) | 2-19117-2 |

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| American Urethane Inc Aug 66 (7,12,13) | 0-216-2 | Automatique, Inc Amend #1 to 8K for 5-31-65 (13) | 0-1744-2 |
| Cohu Electronics Inc Aug 66 (8) | 1-4293-2 | Financial Devel. & Research Corp Amend #1 to 8K for Dec. 1965 (2) | 0-1702-2 |
| Curtis Publishing Co Aug 66 (3,7) | 1-69-2 | | |
| Air Products & Chemicals Inc (Del) Aug 66 (4,7,13) | 1-4534-2 | A. P. Green Refractories Co Amend #1 to 8K for July 1966 (13) | 1-5183-2 |
| Piedmont Aviation Inc Aug 66 (12,13) | 0-1483-2 | Data Controls Stayems, Inc Amend #1 to 8K for Jan. 1965 (11,13) | 1-4764-2 |
| Standard Financial Corp Aug 66 (1,1,9,13) | 1-3888-2 | American-International Aluminum Corp Aug 66(2,4,7,13) | 1-4357-2 |
| Standard Prudential United Corp Aug 66 (2,3,9,13) | 1-5273-2 | Beneficial Finance Co Aug 66(7,13) | 1-1177-2 |
| Ortronix Inc Amd #1 to 8K for Jul 66 (13) | 0-1704-2 | Farmland Industries Inc Aug 66(7,8) | 2-7250-2 |
| Defiance Inds Inc Amd #1 to 8K for May 66 (2,7) | 1-2910-2 | Automatic Merchandising Inc Aug 66(1,7) | 0-1170-2 |
| Philippine Long Distance Tel. Co Aug. 1966 (4,9,11,13) | 1-3006-2 | Borne Chemical Co Inc Aug 66(6) | 0-658-2 |
| Slick Corp Aug. 1966 (7,8) | 1-3942-2 | Brite Universal Inc Sept 66(12,13) | 2-18612-2 |
| Interlake Steamship Co Aug. 1966 (8) | 1-787-2 | California Interstate Tel Co Aug 66(7,13) | 0-1245-2 |
| Pay'n Save Corp Aug. 1966 (4,7,13) | 0-1445-2 | Crowleys Milk Co Inc Aug 66(2) | 0-289-2 |
| Victoreen Instrument Co Aug. 1966 (2,7,8,12,13) | 1-4106-2 | Dow Jones & Co Inc Sept 66(7,11,13) | 0-246-2 |
| G. C. Computer Corp Aug. 1966 (7) | 1-5294-2 | Federated Corp of Del Aug 66(9,13) | 2-14643-2 |
| Guerdon Ind., Inc Aug. 1966 (1,2,7,8, 10,11,13) | 1-4317-2 | Frontier Airlines Inc Aug 66(2,12,13) | 1-4877-2 |
| Mayfair Ind., Inc July 1966 (2) | 0-219-2 | G D Searle & Co Jul 66(2,4,7,9,11,13) | 1-4841-2 |
| Iowa Electric & Power Co Aug. 1966 (11,13) | 1-4117-2 | United Artists Theatre Circuit Inc Aug 66(2,3,12) | 2-11343-2 |
| Miss Pat Jan. 1966 (2,13) | 0-1062-2 | Amco Industries Inc Aug 66(7) | 1-2866-2 |
| Pioneer Finance Co Aug. 1966 (6) | 0-1564-2 | Chesebrough-Pond's Inc Aug 66(3) | 1-4641-2 |
| Inland Container Corp Aug. 1966 (13) | 0-1001-2 | Cole National Corp Aug 66(3) | 1-5188-2 |
| United Hawaiian Invst. Corp | | Fulton Industries Inc Aug 66(2,11,13) | 1-4800-2 |
| Lakey Foundry Corp Aug. 1966 (12,13) | 1-2319-2 | Bohn Business Machines Inc Apr 64 (1) | 2-18209-2 |
| National Cleveland Corp Aug. 1966 (3) | 0-590-2 | Chemical Leaman Tank Lines Inc Aug 66(12) | 0-2155-2 |
| Organizers & Underwriters, Inc Amend #1 to 8K for Apr. 1966 (2,7) | 0-1983-2 | Franklin Stores Corp Aug 66(7,13) | 1-3239-2 |
| General Time Corp Amend #1 to 8K for June 1966 (4,13) | 1-2591-2 | Seismograph Service Corp Aug 66(12) | 0-852-2 |
| | | Chicago Rock Island & Pacific RR Co Sept 66(11) | 1-3460-2 |

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| American Hydrocarbon Corp Aug 66(12) | 0-212-2 | American Crystal Sugar Co Aug 66(7,13) | 1-114-2 |
| Chicago South Shore & South Bend RR Aug 66(12,13) | 1-3756-2 | Dunhill International Inc Aug 66(12) | 1-269-2 |
| C G Conn Ltd Aug 66(4,7,11,13) | 0-1657-2 | Food Giant Markets Inc Aug 66(8,13) | 1-3030-2 |
| Consolidated Credit Corp Aug 66(12) | 0-187-2 | Disc Inc Aug 66(11) | 0-1466-2 |
| Consumers Power Co Aug 66(3,12) | 1-2216-2 | Fifth Ave Coach Lines Inc Aug 66(9,11) | 1-2785-2 |
| Fontaine Corp June 66(7) | 2-23035-2 | Cerro Corp Aug 66(8,13) | 1-1518-2 |
| Food Fair Stores Inc Aug 66(11) | 1-2956-2 | Clarostat Mfg Co Aug 66(11,13) | 1-3361-2 |
| American Financial Corp Aug 66(2,7,13) | 0-839-2 | Consolidated Edison Co of NY Inc Aug 66(7,13) | 1-1217-2 |
| American Safety Table Co Inc Aug 66(11) | 1-4805-2 | Farmers Union Cooperative Marketing Assoc July 66(7,8) | 2-22230-2 |
| Briggs Drive Inc Aug & Sept 66(2,4,11,12,13) | 0-667-2 | Frontier Refining Co July 66(10,12,13) | 0-1986-2 |
| Butler Mfg Co Aug 66(4,7,11,13) | 0-603-2 | Union Pacific RR Co May 66(13) | 1-1324-2 |
| Evans Products Co Aug 66(4,13) | 1-542-2 | Airlift International Inc July & Aug 66(2,7,12,13) | 0-1846-2 |
| J Ray McDefmott & Co Inc Aug 66(11,13) | 1-4095-2 | Warner Electric Brake & Clutch Co Aug 66(12,13) | 0-534-2 |
| Times Mirror Co Aug 66(12,13) | 1-4914-2 | Abbott Laboratories Aug 66(12) | 1-2189-2 |
| Associated Oil & Gas Co Aug 66(2,12,13) | 1-3991-2 | Empire Gas Corp Aug 66(7,11,13) | 2-24441-2 |
| Bendix Corp Aug 66(11,13) | 1-952-2 | Maust Coal & Coke Corp Aug 66(12) | 0-1556-2 |
| Big Apple Supermarkets Inc Apr 64(12,13) | 0-1511-2 | | |
| Sept 64(11,13) | 0-1511-2 | | |
| Jan 65(2,13) | 0-1511-2 | | |
| Feb 65(2,3,4,5,7,8,11,13) | 0-1511-2 | | |
| Apr 65(3) | 0-1511-2 | | |
| Camp Chemical Co Inc Aug 66(2,13) | 1-4617-2 | | |
| Chrysler Corp Aug 66(12,13) | 1-686-2 | | |
| Denny's Restaurants Inc Aug 66(7) | 1-5124-2 | | |

SECURITIES ACT REGISTRATIONS. Effective September 22: The Columbia Gas System, Inc., 2-25399.

*As estimated for purposes of computing the registration fee.

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