

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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COMMISSION ANNOUNCEMENTS

MONTE CRISTO SUSPENSION PERMANENT. The SEC today announced that the suspension of the Regulation A exemption from registration under the Securities Act with respect to the public offering of 300,000 shares of common stock of the Monte Cristo Corp. of Moab, Utah, has become permanent, as ordered by the Hearing Examiner's decision (see News Digest of July 20, 1970), no petition for review of that decision having been filed with the Commission. (Release 33-5077)

ALLIED FUND ADDED TO RESTRICTED LIST. The SEC has added Allied Fund for Capital Appreciation, S. A., also known as AFCA, S.A., to its Foreign Restricted List. With the addition of AFCA, purportedly a Panamanian company, the list is now comprised of the names of 48 companies whose securities the Commission has reason to believe recently have been or currently are being offered for public sale in the United States in violation of the Securities Act registration requirements. (Release 33-5078)

SECURITIES ACT REGISTRATIONS

SOUTHWARK HOUSING DEVELOPMENT TO SELL STOCK. Southwark Housing Development Corporation, 803 S. 2nd St., Philadelphia, Pa. 19147, filed a registration statement (File 2-38143) with the SEC on August 10 proposing the public offering (at \$25 per share maximum*) of 40,000 shares of common stock. No underwriting is involved; participating NASD members will receive a selling commission the amount of which is to be supplied by amendment.

Organized in March 1968, the company is primarily engaged in the business of acquiring, developing, rehabilitating, leasing and selling residential real estate in Philadelphia. Net proceeds of its stock sale will be used to complete rehabilitation of properties, to acquire land and houses for development under various Federal housing programs, for advance as working capital to the Southwark Construction Company (a wholly-owned subsidiary) and for working capital and other corporate purposes. The company has outstanding 14,474 common shares (with a \$12.63 per share net tangible book value), of which Courtney C. Smith, Jr., president, owns 10.3%, management officials as a group 33.9%, Elizabeth P. Smith 13.8% and Myron P. Coler 14.2%. Purchasers of the shares being registered will acquire a 73.4% stock interest in the company for their investment of \$1,000,000*; present stockholders will then own 30.8%, for which the company will have received in cash and other consideration an aggregate of \$156,554, or \$10.80 per share.

AMERICANA INVESTMENT PROPOSES OFFERING. Americana Investment Co., 1293 King Ave., Columbus, Ohio 43212, filed a registration statement (File 2-38145) with the SEC on August 10 seeking registration of 300,000 shares of Class A stock, to be offered for public sale at \$100 for 10 shares. No underwriting is involved; licensed salesmen participating in the offering will receive up to 10c per share selling commission.

Organized in May, the company was formed for the purpose of financing Americana Life Insurance Company, which proposes to offer customary forms of life insurance. Of the net proceeds of its stock sale, some \$900,000 will ultimately be invested in Americana Life as paid-in capital or contributed surplus, and part will be used to pay officers' salaries and directors' fees; the balance will be added to the company's working capital and used for general corporate purposes, including possible acquisitions. The company has outstanding 134,200 Class B shares, of which United Republic Investment Company owns 89.42%. R. Joseph Gard is board chairman and chief executive officer and Merle F. Dixon president.

AZTEC MINING FILES FOR OFFERING AND SECONDARY. Aztec Mining Corporation, 6202 S. Broadway, Littleton, Colo. 80120, filed a registration statement (File 2-38147) with the SEC on August 10 seeking registration of 425,000 shares of common stock, of which 375,000 are to be offered for public sale by the company and 50,000 (being outstanding shares) by the holders thereof. The offering is to be made on an "all or none" basis by Doherty and Co., 209 Gold Avenue Southwest, Albuquerque, N. Mexico, which will receive an 80c per share selling commission plus \$25,000 for expenses. The offering price (\$8 per share maximum*) and underwriting terms are to be supplied by amendment. The company has agreed to sell the underwriter, for \$100, five year warrants to purchase 37,500 shares, exercisable at \$8.80 per share.

Organized in October 1963, the company is engaged in minerals exploration and conducts a small copper leaching operation, making a copper precipitate product. Of the net proceeds of its sale of additional stock, \$1,600,000 will be used to purchase Sunshine Mining Company's interest in the Sixteen to One mine and other properties, \$300,000 for engineering and erection of the Atlanta mill to be located near the Sixteen to One mine west of Silver Peak, Nev., \$100,000 for development works on the Sixteen to One mine and \$75,000 for repayment of loan to reimburse in part the purchase of the Atlanta mill and accessory costs; the balance will be added to the company's working capital and used for general corporate purposes. In

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addition to indebtedness, the company has outstanding 510,035 common shares (with a 71¢ per share net book value), of which Thomas J. Garrity, president, owns 42.54%, management officials as a group 66.46% and Geoffrey Gates, director, 20.97%. Purchasers of the shares being registered will sustain an immediate dilution of \$4.63 in per share book value from the offering price. Allen & Company, Inc., the Joseph E. Sheehan Foundation, Inc., Marvin Ake and Harold Saueressig propose to sell all of 10,000 shares held each and two others the remaining shares being registered.

NIPPON ELECTRIC PROPOSES RIGHTS OFFERING. Nippon Electric Company, Limited (a Japanese corporation), 7-15, Shiba Gochome, Minato-ku, Tokyo, Japan, filed a registration statement (File 2-38148) with the SEC on August 10 seeking registration of 25,000,000 shares of common stock. It is proposed to offer these shares for subscription by common stockholders of record July 31, at the rate of one additional share for each three shares held. The subscription price (13¢ per share maximum*) is to be supplied by amendment. Irving Trust Company, the Depository, will make available to holders of American Depositary Shares (each representing 25 common shares) at the close of business on July 30, warrants to subscribe for additional American Depositary Shares at the rate of one additional ADS for each three ADSs held.

The company is engaged in the manufacture of electronic equipment. Of the net proceeds of its stock sale (a total of 200,000,000 shares in Japan and elsewhere), \$13,889,000 will be applied to the financing of capital expenditures and the remainder will be used to meet increased working capital requirements. Capital expenditures are estimated at \$224,313,000 for the period from April 1, 1970 to March 31, 1973. In addition to indebtedness, the company has outstanding 600,000,000 common shares. Koji Kobayashi is president.

PENNSYLVANIA POWER & LIGHT PROPOSES RIGHTS OFFERING. Pennsylvania Power & Light Company, 901 Hamilton St., Allentown, Pa., filed a registration statement (File 2-38149) with the SEC on August 10 seeking registration of 1,404,659 shares of common stock. It is proposed to offer these shares to common stockholders at the rate of one new share for each ten shares held of record September 10. The unsubscribed shares are to be offered for subscription by employees in amounts up to 250 shares each, or on a pro rata basis. The offering is to be made through underwriters headed by Drexel Harriman Ripley Inc., 60 Broad St., and The First Boston Corp., 20 Exchange Pl., both of New York; the subscription price (\$22 per share maximum*) and underwriting terms are to be supplied by amendment.

A public utility, the company will use the net proceeds of its stock sale to retire a portion of its short-term debt incurred to provide interim financing for construction expenditures. Construction expenditures are estimated at \$151 million for 1970, and a total of \$478 million for the years 1970 through 1972.

GENERAL MOTORS ACCEPTANCE CORP. TO SELL DEBENTURES. General Motors Acceptance Corporation, 767 Fifth Ave., New York 10022, filed a registration statement (File 2-38151) with the SEC on August 11 seeking registration of \$100,000,000 of debentures, due 1977, to be offered for public sale through underwriters headed by Morgan Stanley & Co., 2 Wall St., New York. The interest rate, offering price and underwriting terms are to be supplied by amendment.

The company is engaged in financing the distribution of new products manufactured by General Motors to dealers for resale, and financing such dealers' retail installment sales of new products as well as used units of any make. Net proceeds of the company's debenture sale will be added to its general funds and will be available for the purchase of receivables or for maturing debt. Such proceeds initially may be applied to reduction of short-term borrowings or invested in short-term securities. In addition to indebtedness and preferred stock, the company has outstanding 3,650,000 common shares, all owned by General Motors Corporation. John O. Zimmerman is president.

STOCK PLANS FILED. The following have filed Form S-8 registration statements with the SEC seeking registration of securities to be offered pursuant to employee stock and related plans:

First National Stores, Inc., Somerville, Mass. 02143 (File 2-38144) - 75,000 shares
 Eastman Kodak Company, Rochester, N. Y. 14650 (File 2-38146) - 195,519 shares
 Skelly Oil Company, Tulsa, Okla. 74102 (File 2-38150) - 165,000 shares
 General Cinema Corporation, Boston, Mass. 02116 (File 2-38153) - 242,624 shares

SECURITIES ACT REGISTRATIONS. Effective August 11: Basin Petroleum Corp., 2-36307 (90 days); Bristol-Myers Co., 2-38042; Central Illinois Light Co., 2-38018; Comsec Fund, Inc., 2-33494; Cousins Mortgage and Equity Investments, 2-37410 (90 days); The Hotel Investors, 2-34555 (Nov 9); IVAC Corp., 2-36884 (90 days); Long Island Lighting Co., 2-38128; Ramada Inns, Inc., 2-37018 (40 days); Royal Industries, Inc., 2-37350; Shell Oil Co., 2-38089.

NOTE TO DEALERS. The period of time dealers are required to use the prospectus in trading transactions is shown above in parentheses after the name of the issuer.

*As estimated for purposes of computing the registration fee.