

# SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

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

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



Washington 25, D.C.

FOR RELEASE December 3, 1959

**HEARING SCHEDULED IN L. H. FEIGIN CASE.** The SEC has scheduled a hearing for December 16, 1959, in its New York Regional Office, in the proceedings under the Securities Exchange Act of 1934 to determine whether to revoke the broker-dealer registration of Lucyle Hollander Feigin, doing business as L. H. Feigin, 152 W. 42nd Street, New York.

In its order of November 25, 1958, instituting the proceedings (Release 34-5826), the Commission charged that Respondent, together with Alex E. Feigin and Harvey Sterman, engaged in transactions which operated as a fraud and deceit upon customers in violation of the anti-fraud provisions of the Federal Securities Laws. The transactions involved stocks of Western Nebraska Oil & Uranium Company, Spud Valley Gold Mines Limited, Texas Anadarko Oil Corporation and Consolidated Emjay Petroleum Limited.

**AMERICAN INDUSTRIES FILES FOR OFFERING.** American Industries Fund, Inc., 6505 Wilshire Blvd., Los Angeles investment company, filed a registration statement (File 2-15893) with the SEC on December 2, 1959, seeking registration of 1,000,000 shares of its capital stock.

**FUNDAMENTAL INVESTORS ACQUISITION CLEARED.** The SEC has issued an order (Release 40-2937) authorizing Fundamental Investors, Inc., Elizabeth, N. J., investment company, to issue its shares at net asset value for substantially all of the cash and securities of Uncasville Manufacturing Company.

**NEW ENGLAND POWER SERVICE SEEKS ORDER.** New England Power Service Company, service company subsidiary of New England Electric System, of Boston, has filed a proposal with the SEC for modifications in the organization and conduct of its business; and the Commission has issued an order (Release 35-14111) giving interested persons until December 21, 1959, to request a hearing thereon.

The Service Company performs technical, construction and other services at cost for all companies in the NEES system. Under the current proposal, (1) directors of Service Company in choosing its officers and NEES, as the sole stockholder, are to be free to make selections regardless of whether these result in interlocking positions between Service Company, NEES, and/or system operating companies; and (2) officers and employees of Service Company who have been, or at the time are, also officers or employees of NEES will be paid by Service Company. Such payments and related expenses will then be charged to the associate companies, including NEES, benefitting from their services in accordance with a specified allocation.

**BOOTH LEASING FILES FOR RIGHTS OFFERING.** Booth Leasing Corporation, 315 Montgomery St., San Francisco, Calif., filed a registration statement (File 2-15892) with the SEC on December 2, 1959, seeking registration of 40,296 shares of common stock to be offered to stockholders at the rate of one share for each eight shares held. The record date, subscription price and underwriting terms are to be supplied by amendment. The underwriting group is headed by Wertheim & Co., New York, and J. Barth & Co., San Francisco.

The company is engaged in the leasing of equipment to industrial, commercial and other businesses. Proceeds from the sale of the stock are to be used for the acquisition of additional equipment and general corporate purposes.

In addition to certain indebtedness the company now has outstanding 307,375 shares of common stock. According to the prospectus the company also plans to issue 15,000 additional shares in connection with the acquisition of assets of Federal Leasing Corporation and of its subsidiary Federal Rental Corporation, both of Los Angeles. Of the stock now outstanding officers and directors of the company own an aggregate 112,307 shares (36.5%), including 29,225 shares owned by Wertheim & Co., two of whose partners are directors of the company.

OVER

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

ALLIED PRODUCERS PROPOSES STOCK OFFERING. Allied Producers Corporation, 115 Louisiana St., Little Rock, Ark., today filed a registration statement (File 2-15894) with the SEC seeking registration of 1,000,000 shares of its common stock, to be offered for public sale at \$1 per share. The offering is to be made on a best efforts basis by John L. Hedde, president and owner of 10,000 shares (12½%) of the company's outstanding stock, for which he will receive a 15¢ per share selling commission (12¢ on sales within Arkansas).

Allied was organized under Arkansas law in September 1959 to engage in the developing, producing, refining and/or marketing oil and gas and its derivative products as well as in commercial fields, businesses, works and undertakings related thereto. The management presently intends to restrict its activities to the acquisition and operation of proven commercial production and producing properties and not to undertake any drilling activities, saving only "forced drilling" in satisfaction of whatever contractual obligations might exist in the acquired property.

The purpose of this stock offering is to secure funds to provide working capital to be used to purchase entire or fractional undivided interests in producing oil and gas properties and in related forms of investment. The prospectus states that the management officials and promoters acquired the 80,000 outstanding shares for \$16,000 or 20¢ per share.

SEC COMPLAINT CITES ALDRICH-SCOTT & CO. The SEC New York Regional Office announced December 1, 1959, the filing of a complaint charging Aldrich, Scott & Co., Inc., of New York and its president, Edward L. Benedict, with fraud in the conversion of customers' securities and net capital rule violations. (Lit. Release 1529)

DANSER SENTENCED. Harold W. Danser, Jr., of Boston, received a one-year suspended sentence, 2 years' probation, and a \$15,000 fine on conviction of violating Securities Act anti-fraud provisions in the sale of Ultrasonic Corporation stock. (Lit. Release 1530)

---ooo0ooo---