

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

FOR RELEASE November 24, 1959

**REVLON FILES EXECUTIVE STOCK OPTION PLAN.** Revlon, Inc., 666 Fifth Avenue, New York, N. Y., filed a registration statement (File 2-15857) with the SEC on November 23, 1959, seeking registration of 179,545 shares of its common stock, \$1 par value, to be offered to employees of the company and its subsidiaries under Revlon's executive stock option plan.

**ABRAM FREMER SEES INDENTURE QUALIFICATION.** Abram Fremer, 577 Franklin D. Roosevelt Drive, New York, N. Y., filed an application (File 22-2697) with the SEC on November 23, 1959, for qualification under the Trust Indenture Act of a trust indenture pursuant to which \$1,234,050 certificates of participating interest (non-interest bearing) are to be issued. On July 10, 1959, an agreement was entered into between Allerton New York Corporation and Fremer providing for the sale by Allerton New York of its hotel properties to Fremer for \$4,459,050. The purchase price will be paid with cash of \$3,225,000 and a purchase money second mortgage of \$1,234,050, to bear no interest or amortization and to be payable six years after the date of closing of title.

According to the application, the purchase money second mortgage will be held by the trustee pursuant to an indenture agreement between Fremer and the trustee, which agreement will be executed simultaneously with the closing of title. The application states that it is intended that Sterling National Bank & Trust Company of New York will be designated as trustee. The trustee will issue certificates of participating interest in the mortgage to the stockholders of Allerton New York Corporation upon surrender of their stock certificates. The contract was made subject to obtaining the approval of the holders of not less than two-thirds of the outstanding shares of Allerton New York Corporation to the sale pursuant to the provisions of the Stock Corporation Law of New York. The approval of the sale by the said two-thirds of the outstanding Allerton New York Corporation shares will bind all stockholders of such corporation except to the extent that dissenting stockholders may be entitled under the Stock Corporation Law of New York to receive the appraised value of their holdings.

**WASHINGTON WATER POWER PROPOSES BOND AND DEBENTURE OFFERING.** The Washington Water Power Company today filed a registration statement (File 2-15858) with the SEC seeking registration of \$10,000,000 of First Mortgage Bonds due 1990 and \$5,000,000 of Sinking Fund Debentures due 1985 to be offered for public sale through an underwriting group headed by Kidder, Peabody & Co., Blyth & Co., Inc., White, Weld & Co., and Dean Witter & Co. The interest rates, public offering prices, and underwriting terms are to be supplied by amendment.

The net proceeds of the offering will be applied in part to the repayment of \$12,000,000 of notes payable, due May 2, 1960, and the remainder of such proceeds will be used in carrying forward the company's construction program. The proceeds of the borrowings evidenced by the notes which are to be repaid were used for the purpose of financing temporarily the construction, extension, or improvement of the company's facilities. The company estimates that, in addition to the funds received from the sale of the new bonds and debentures and funds which it will generate internally from depreciation and amortization accruals, retained earnings, and other sources, it will require during 1960 and 1961 approximately \$12,000,000 to finance its presently proposed construction program for such years. Included in the company's construction program is its Moxon Rapids Hydroelectric Project in western Montana. The construction of the Moxon Rapids Project, which upon completion will have a capability of 400,000 kw, was commenced in 1955. The first three units were placed in operation in the last half of 1959 and the fourth unit is scheduled to be in operation early in 1960. The total cost of the Moxon Rapids Project, with necessary terminal facilities, is presently estimated at \$87,000,000. The company estimates that expenditures for the Moxon Project and for other additions and improvements in the calendar years 1960 and 1961 will be approximately \$9,900,000 and \$8,700,000, respectively.

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For further details, call ST. 3-7600, ext. 8626

**SEC REVISES UNIFORM ACCOUNT SYSTEM FOR HOLDING COMPANIES.** The SEC today announced that it has adopted a revision of the Uniform System of Accounts for Public Utility Holding Companies under the Public Utility Holding Company Act of 1935. The purpose of the revision is to permit those registered holding companies which are not also operating companies to destroy voluminous records the retention of which is no longer necessary or appropriate in the public interest or for the protection of investors and consumers. The microfilming of other records, which no longer need to be retained in their original form, also is authorized.

The revision was made pursuant to Sections 15 and 20(a) of the Public Utility Holding Company Act of 1935. Rule 26, promulgated under the Act, prescribes the Uniform System of Accounts for those registered holding companies which do not also operate utility assets or other physical properties. Such registered holding companies formerly were forbidden by General Instruction 3C of the Uniform System of Accounts to destroy any books or records without first having obtained the consent and approval of the Commission.

The revision adopted by the Commission today eliminates this prohibition and adds to the Uniform System of Accounts an Appendix which prescribes fixed retention periods and microfilming privileges with respect to all of the books of account and other records of the companies which are subject to the Uniform System of Accounts. The Appendix is entitled "REGULATION TO GOVERN THE PRESERVATION AND DESTRUCTION OF BOOKS OF ACCOUNT AND OTHER RECORDS OF COMPANIES WHICH ARE SUBJECT TO THE UNIFORM SYSTEM OF ACCOUNTS FOR PUBLIC UTILITY HOLDING COMPANIES UNDER THE PUBLIC UTILITY HOLDING COMPANY ACT OF 1935."

Copies of the Release (Holding Company Act Release No. 14093 and Accounting Series Release No. 84) which contains the text of the proposed revision, may be obtained upon request from the Publications Unit of the Commission.

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