

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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FOR RELEASE June 17, 1963

Statistical Release No. 1908. The SEC Index of Stock Prices, based on the closing price of 300 common stocks for the week ended June 14, 1963, for the composite and by major industry groups compared with the preceding week and with the highs and lows for 1963 is as follows:

	1957-59 = 100		Percent Change	1963	
	6/14/63	6/7/63		High	Low
Composite	142.9	143.2	-0.2	144.1	130.6
Manufacturing	134.1	134.5	-0.3	135.4	121.1
Durable Goods	131.1	132.2	-0.8	133.3	116.2
Non-Durable Goods	136.9	136.8	0.1	138.6	125.8
Transportation	125.9	126.2	-0.2	127.6	106.4
Utility	178.7	178.6	0.1	181.4	170.3
Trade, Finance & Service	171.6	170.7	0.5	171.6	153.8
Mining	123.9	124.8	-0.7	124.8	104.2

SECURITIES ACT REGISTRATION STATEMENTS. During the week ended June 13, 1963, 16 registration statements were filed, 19 became effective, 1 was suspended by stop order, and 313 were pending at the weekend.

SEC ORDER CITES FUTURES UNLIMITED OF FLORIDA. The SEC has ordered proceedings under the Securities Exchange Act of 1934 to determine whether Futures Unlimited of Florida, Inc., 3820 Ponce de Leon Blvd., Coral Gables, Fla., engaged in practices which operated as a "fraud and deceit" upon investors or otherwise violated the Federal securities laws and, if so, whether its broker-dealer registration should be revoked.

The said company ("registrant") has been registered with the Commission as a broker-dealer since August 14, 1961. Eugene Joseph Dunnigan is president and a principal stockholder. In its order, the Commission recites charges of its staff that information developed in an investigation tends to show that in the offer and sale of the common stock of registrant (and other securities) from about June 1961 to March 1963, registrant and Dunnigan "engaged in transactions, practices and a course of business which would and did operate as a fraud and deceit" upon investors in violation of the anti-fraud provisions of the Federal securities laws in that they (1) appropriated customers' funds and securities to their own use and benefit, and (2) made false and misleading statements of material facts. The alleged misrepresentations relate to the value of registrant's common stock and the safety of an investment therein; the payment of monthly income to certain stockholders, noteholders and customers; the organization, business, financial condition, results of operations, commissions charged by, and earnings and potential earnings of, registrant; the ability, experience and integrity of registrant's management; the acquisition of a seat on a stock exchange by registrant; the source of stock of registrant sold to certain investors; the use of funds paid by investors for stock and notes of registrant and Dunnigan, as well as the misapplication and diversion of funds realized from the sale of registrant's stock; certain transactions between registrant and its officers; and the escrow of registrant's stock issued to its officers. Violations of the Commission's net capital and record-keeping rules are also charged.

A hearing will be held, at a time and place to be announced, for the purpose of taking evidence to determine whether the staff charges are true and, if so, whether registrant's broker-dealer registration should be revoked. Registrant is a member of the National Association of Securities Dealers, Inc.; and one of the issues in these proceedings is whether it also should be suspended or expelled from NASD membership.

JANSEN HEARING POSTPONED. The Commission has postponed from July 10 to August 12, 1963 the hearing in proceedings under the Exchange Act to determine whether E. H. Jansen Company (formerly American Mutual Funds Service, Inc.), Mercantile National Bank Bldg., 420 Lincoln Road, Miami Beach, Fla., violated the record-keeping, net capital and certain other provisions of the Act and, if so, whether its broker-dealer registration should be revoked. Postponement of the hearing was requested by the Commission's staff in order to allow sufficient time for preparation of a stipulation of facts.

DELISTING APPROVED. The SEC has granted an application of the American Stock Exchange to delist the common stock purchase warrants of Symington Wayne Corporation, effective at the opening of business on June 22, 1963. (Release 34-7092).

UNLISTED TRADING GRANTED. The SEC has granted an application of the Pittsburgh Stock Exchange (Release 34-7092) for unlisted trading privileges in the common stock of G. C. Murphy Company.

OVER

QUAKER CITY LIFE FILES FOR SECONDARY. Quaker City Life Insurance Company, 1515 Locust St., Philadelphia, filed a registration statement (File 2-21491) with the SEC on June 14 seeking registration of 166,892 outstanding shares of capital stock, to be offered for public sale by the holders thereof from time to time in the over-the-counter market or in private transactions, at prices related to the then current market price (maximum \$87.50 per share*). The selling stockholders received such stock in exchange for shares of The Bankers Health and Life Insurance Company upon the merger of Bankers into the company in January 1963. The company is engaged primarily in the sale of industrial life, accident and health policies in 18 states in the eastern half of the United States and in California and the District of Columbia. It has outstanding 795,728 shares of capital stock, of which management officials as a group own 7.3%. Walter H. Lenhard, Jr. is president and board chairman. The prospectus lists 22 selling stockholders owning an aggregate of 166,997 shares, including Parks Lee Hay, Jr. and Elizabeth H. McCook who propose to sell all of their holdings of 34,983 and 27,180 shares, respectively.

INDIANA & MICHIGAN ELECTRIC PROPOSES BOND OFFERING. Indiana & Michigan Electric Company, 2101 Spy Run Avenue, Fort Wayne, Indiana, filed a registration statement (File 2-21492) with the SEC on June 14 seeking registration of \$45,000,000 of first mortgage bonds due 1993, to be offered for public sale at competitive bidding. The net proceeds from the bond sale will be used to prepay some \$12,000,000 of outstanding bank notes and some \$17,000,000 of notes which may be issued prior to sale of the bonds. The balance of the proceeds will be added to general funds.

PAUL RICHTER ENJOINED. The SEC New York Regional Office announced June 12 (LR-2655) the entry of a Federal court order (USDC, SDNY) preliminarily enjoining Paul Richter (of New York City) individually, and doing business as Meade & Company, from violations of the Commission's net capital, bookkeeping and hypothecation rules and the Exchange Act anti-fraud provisions. Joseph A. Macchia, of New York, was appointed receiver of the defendant's assets.

TWO INDICTED IN CREST MEMORIAL PRODUCTS CASE. The SEC Boston Regional Office announced June 12 (LR-2656) the return of an indictment (USDC, NH) charging Robert T. Chron, of Salt Lake City, Utah, and Raymond J. Dyer, of Riverside, California (formerly of Center Harbor, N.H.) with violations of the Securities Act anti-fraud provisions in the offer and sale of preferred and common stock of Crest Memorial Products Limited (of Quebec, Canada) to residents of New Hampshire.

WARWICK FUND FILES FOR OFFERING. Warwick Fund, 3001 Philadelphia Pike, Claymont, Delaware, today filed a registration statement (File 2-21493) with the SEC seeking registration of 300,000 units of participation in the Fund, to be offered in exchange for outstanding securities of a character as those included in a list of so-called Representative Securities in the prospectus. The minimum deposit acceptable under ordinary circumstances will be securities with a value of at least \$25,000, and one unit will be issued in exchange for each \$100 of deposited securities. The exchange will not take place unless at least \$30,000,000 of securities are deposited for exchange. A maximum 4% fee is payable to the Fund's distributor, Wellington Company, Inc., 1630 Locust St., Philadelphia.

The Fund was organized under Delaware law in June 1963 to engage in business as a mutual fund of the "exchange" type. It plans to continue indefinitely to exchange its units for additional contributions of securities and to seek long term growth of capital and income under the management of Warwick Advisers, Inc., a subsidiary of Wellington Management Company. The distributor is also a subsidiary of Wellington Management Company, which presently owns 986 units (98.6%) of the Fund. Walter L. Morgan is honorary chairman of the Fund and board chairman of both Wellington Management and Warwick Advisers (as well as a principal stockholder of Wellington Management).

SECURITIES ACT REGISTRATIONS. Effective June 14. E.R. Moore Company (File 2-21437); Hess Oil & Chemical Corporation (File 2-21431); Shulton, Inc. (File 2-21417). Effective June 15. Southern California Gas (File 2-21452). Effective June 17. Missouri Fidelity Life Insurance Company (File 2-21221); The Regent Play Company (File 2-21155); Sterling Copper Corporation (File 2-20632). Prior Clearances Inadvertently Omitted. May 27. United Servomation Corp. (File 2-21341); May 29. Stauffer Chemical Company (File 2-21416). Withdrawal June 14. Allied Mortgage & Development Co., Inc. (File 2-21041); Carrolton Associates (File 2-19603).

*As estimated for purposes of computing the registration fee.

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