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FOR RELEASE July 30, 1965

WARREN BEATTIE (LAKEWOOD SECURITIES) WITHDRAWS. The SEC today announced a decision under the Securities Exchange Act (Release 34-7661) permitting Warren M. Beattie, doing business as Lakewood Securities, Lakewood, Colo., to withdraw his registration as a broker and dealer. Proceedings to determine whether his registration should be revoked for failure to file his first financial report were discontinued. In requesting withdrawal from registration, Beattie stated that he has ceased to do business as a broker-dealer, has resigned from the NASD, and has terminated his broker-dealer registration in the State of Colorado, and that he was unaware of the problems involved in having all of his assets as a sole proprietor evaluated and his accounts certified by a certified public accountant. He had conducted a limited securities business.

SEC ORDER CITES SUPERIOR SECURITIES CO. The SEC has ordered administrative proceedings under the Securities Exchange Act of 1934 involving the broker-dealer firm of Superior Securities Co., Inc., of 1917 Superior Building, Cleveland, Ohio. Also named as a respondent is Nick Billie, Superior's president.

The proceedings are based upon staff charges that Superior, aided and abetted by Billie, engaged in activities violative of the Federal securities laws and rules thereunder, including alleged violations of the anti-fraud provisions of those laws in the offer and sale of Superior common stock.

A hearing will be ordered later to take evidence on the staff charges and afford respondents an opportunity to offer any defenses thereto, for the purpose of determining whether the alleged violations in fact occurred and, if so, whether any remedial action may be appropriate.

CHINA INDUSTRIES SEEKS ORDER. China Industries, Inc., New York, has applied to the SEC for an order under the Investment Company Act declaring that it has ceased to be an investment company as defined in the Act; and the Commission has issued an order (Release IC-4311) giving interested persons until August 16 to request a hearing thereon. The application states that on February 25, 1960, China Industries was merged into another corporation which at the time of the merger held all of its stock. The company, therefore, has no shares of capital stock outstanding and is no longer a corporate entity.

PUTNAM INCOME FUND SEEKS ORDER. The Putnam Income Fund, Boston, Mass., has applied to the SEC for an order under the Investment Company Act declaring that it has ceased to be an investment company as defined in the Act; and the Commission has issued an order (Release IC-4312) giving interested persons until August 25 to request a hearing thereon. According to the application, the company has been liquidated in accordance with a plan approved by shareholders on March 31, 1965. Pursuant to that plan, it sold all of its assets (except cash sufficient to pay its liabilities and expenses) to Incorporated Income Fund, a registered open-end management investment company, on April 5, 1965, in return for shares of Incorporated.

TAX EXEMPT INCOME FUND SEEKS ORDER. Tax Exempt Income Fund, Series 1, New York unit investment trust, has applied to the SEC for an exemption order under the Investment Company Act with respect to the net capital provisions of Section 14(a) of the Act. The Commission has issued an order (Release IC-4313) giving interested persons until August 18 to request a hearing thereon. According to the application, the company proposes to make a public offering of 5,000 units of undivided interests in its portfolio of municipal bonds.

ALLEGHENY POWER SYSTEM SEEKS ORDER. Allegheny Power System, Inc., New York holding company, and its electric-utility subsidiary, The Potomac Edison Company, have applied to the SEC for an order under the Holding Company Act authorizing the subsidiary to sell to Allegheny Power from time to time prior to December 31, 1966, unsecured promissory notes aggregating a maximum of \$5,000,000. The Commission has issued an order (Release 35-15286) giving interested persons until August 27 to request a hearing thereon. According to the application, Potomac will use the proceeds from the note sale for the temporary financing of its 1965 and 1966 construction program, estimated to aggregate \$37,000,000.

ALABAMA POWER RECEIVES ORDER. The SEC has issued an order under the Holding Company Act (Release 35-5287) authorizing the Alabama Power Company, a Birmingham, Ala., electric-utility subsidiary of The Southern Co., to sell at competitive bidding \$40,000,000 of first mortgage bonds, due 1995, and 50,000 shares of preferred stock. According to the application, Alabama Power will use the proceeds from this financing, together with other funds, to finance its 1965 construction program (estimated at \$85,264,000), to reimburse its treasury for the retirement of previously outstanding bonds, to pay short-term bank loans, and for other purposes. The Commission denied a petition of Alabama Electric Cooperative, Inc., for leave to intervene and its request for a hearing on the Alabama Power financing.

DELISTINGS GRANTED. The SEC has issued an order under the Securities Exchange Act (Release 34-7666) granting applications of the Philadelphia-Baltimore-Washington Stock Exchange to strike from listing and registration the common and 7% preferred stocks of Elmira and Williamsport Railroad Company, the capital stock of Philadelphia and Trenton Railroad Company, and the 6% special guaranteed stock of West Jersey and Seashore Railroad Company, effective at the opening of business on August 5. The applications state that such delistings have been requested by The Pennsylvania Railroad Company, which owns 85.3% and 88%, respectively, of Elmira's 7% preferred and common stocks, 74.50% of Philadelphia's capital shares, and 69.55% of West Jersey's 6% special guaranteed stock.

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The Commission also has issued an order granting applications of the Detroit Stock Exchange to delist the common stocks of Kysor Industrial Corporation and National Electric Welding Machines Company, effective at the opening of business on August 6. According to the applications, the issuers requested the delisting of their shares because of the inactivity on said Exchange in relationship to the trading activity in their stocks on the American Stock Exchange. In addition, the SEC has issued an order granting an application of the Detroit Stock Exchange to strike from listing and registration the common stock of National Brewing Company of Michigan, effective at the opening of business on August 6. The application states that approximately 98% of the company's outstanding common is owned by National Brewing Co. of Maryland and its affiliates.

UNLISTED TRADING GRANTED. The SEC has issued an order under the Securities Exchange Act (Release 34-7666) granting an application of the Philadelphia-Baltimore-Washington Stock Exchange for unlisted trading privileges in the common stocks of Beneficial Finance Company and Shick Electric, Inc.

MARION LABORATORIES FILES FOR OFFERING AND SECONDARY. Marion Laboratories, Inc., 4500 E. 75th Terrace, Kansas City, Mo., filed a registration statement (File 2-23862) with the SEC on July 28 seeking registration of 187,470 shares of common stock. Of this stock, 162,470 shares (being outstanding stock) are to be offered for public sale by the present holders thereof and 25,000 shares by the company (3,000 of such shares are to be reserved for sale to certain company employees). Smith, Barney & Co. Inc., 20 Broad St., New York 10005, is listed as the principal underwriter. The public offering price (\$22 per share maximum*) and underwriting terms are to be supplied by amendment.

The company is engaged in the development, manufacture and sale of "ethical" pharmaceuticals, which are directed to the medical profession rather than to the general public. Net proceeds from its sale of additional stock will be applied to the cost of constructing a new plant and executive offices which are scheduled for occupancy in the fall of 1965. In addition to indebtedness, the company has outstanding 644,400 common shares of which management officials own 65%. The prospectus lists 79 selling stockholders, including Ewing M. Kauffman (president), offering 87,050 of 348,200 common shares held; Ewing and Muriel I. Kauffman, 8,750 of 35,000, and Marion Laboratories, Inc., Employees' Profit Sharing Trust, 20,575 of 82,300. The remaining selling stockholders are offering shares ranging in amounts from 5 to 5,312.

FOODARAMA SUPERMARKETS FILES FOR OFFERING AND SECONDARY. Foodarama Supermarkets, Inc., South St., and Route 9, Freehold, N. J., filed a registration statement (File 2-23863) with the SEC on July 28 seeking registration of 160,000 shares of common stock. Of this stock, 110,000 shares are to be offered for public sale by the company and 50,000 shares (being outstanding stock) by the present holders thereof. Shields & Co. Inc., 44 Wall St., New York, is listed as the principal underwriter. The public offering price (\$14 per share maximum*) and underwriting terms are to be supplied by amendment.

The company operates a chain of supermarkets in central New Jersey under the franchise name "Shop-Rite". Net proceeds from its sale of additional stock will be used to redeem approximately \$439,800 of 8% subordinated debentures and for working capital. The company intends to open in January 1966 three new supermarkets, two of which are to be constructed by the company and one by a lessor. The cost of equipping and stocking the new stores will be approximately \$150,000 each. In addition to indebtedness, the company has outstanding 890,000 common shares, of which management officials own 77.9%. The prospectus lists three selling stockholders, as follows: Joseph J. Saker (board chairman and president), 17,000 of 197,252 shares held; John E. Saker (executive vice president), 17,000 of 197,252; and Michael Jacob (vice president), 16,000 of 166,481.

NEW HAVEN WATER PROPOSES RIGHTS OFFERING. New Haven Water Company, 100 Crown St., New Haven, Conn. 06506, filed a registration statement (File 2-23865) with the SEC on July 29 seeking registration of 24,000 shares of common stock, to be offered for subscription by its stockholders at the rate of one new share for each 10 shares held on September 15, 1965. The subscription price is to be supplied by amendment.

The company is engaged in collecting, purifying, and selling water in the New Haven and surrounding areas. Net proceeds from its stock sale will be used to reduce some \$2,000,000 of short-term bank loans, which were incurred to finance a portion of its construction program. In addition to indebtedness, the company has outstanding 240,000 common capital shares, of which management officials own 1.38%. Arthur L. Corbin, Jr., is president.

BELOCK INSTRUMENT TRADING BAN CONTINUED. The SEC has issued an order under the Securities Exchange Act suspending exchange and over-the-counter trading in securities of Belock Instrument Corporation for a further ten-day period, August 1-10, 1965, inclusive.

ORAL ARGUMENT, COMING WEEK. August 4 - 2:30 P.M. - Amsbary, Allen & Morton, Inc.
August 5 - 2:30 P.M. - Arnold Securities Corp.

SECURITIES ACT REGISTRATIONS. Effective July 29: Fairmount Foods Co., 2-23193; Orange and Rockland Utilities, Inc., 2-23796. Effective July 30: Western Reserve Life Assurance Co. of Ohio (File 2-23616). Withdrawn July 30: Peoples Life Insurance Co., Washington, D. C., 2-23651.

*As estimated for purposes of computing the registration fee.