

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 August 3, 1959

Statistical Release No. 1621

The SEC Index of Stock Prices, based on the closing prices of 265 common stocks for the week ended July 31, 1959, for the composite and by major industry groups compared with the preceding week and with the highs and lows for 1959, is as follows:

	1939 = 100		Percent Change	1959	
	7/31/59	7/24/59		High	Low
Composite	441.3*	433.1	+1.9	441.3	400.1
Manufacturing	554.2*	540.9	+2.5	554.2	490.7
Durable Goods	525.2	522.7	+0.5	527.7	457.8
Non-Durable Goods	570.1*	547.1	+4.2	570.1	510.5
Transportation	362.4	359.6	+0.8	371.5	340.7
Utility	217.9	218.3	-0.2	231.8	208.6
Trade, Finance & Service	431.1	427.9	+0.7	433.0	382.7
Mining	332.6	316.2	+5.2	360.4	315.5

*New High

BERENS REAL ESTATE INVESTMENT FILES FINANCING PROPOSAL

Berens Real Estate Investment Corporation, 1722 L St., N. W., Washington, filed a registration statement (File 2-15416) with the SEC on July 31, 1959, seeking registration of \$1,200,000 of 6½% Debentures due 1969 and 80,000 shares of \$5 par common stock. The company proposes to offer these securities for public sale in units, each consisting of \$300 of debentures and 20 shares of stock, at an offering price of \$500 per unit. The offering is to be made on a best efforts basis by an affiliate, Berens Securities Corporation, for which it will receive a selling commission of \$50 per unit.

The company was organized under Delaware law on June 18, 1959; and all of its outstanding common stock (16,351 shares) are owned by Frederick W. Berens Sales, Inc., for which the company received \$80,000 in cash and property priced at \$83,511. It has acquired a tract of land in Fairfax County, Va., for residential development, and three adjoining apartment buildings comprising 19 rental units in the District of Columbia. Net proceeds of its sale of the additional securities will be added to the company's working capital. The business of the company will be to invest in real estate, both improved and unimproved, and it may engage in a program of development and improvement of property suitable for residential or industrial usage, according to the prospectus. The Fairfax tract ("Smoot Property, adjacent Brookhaven Estates, near McLean") was acquired for \$128,198, subject to a first trust of \$85,000. The apartment buildings are located at 3836-38-40 South Capital St., S. E., in Washington, acquired for \$125,656, subject to a first trust of \$85,000 and a second trust of \$15,000.

IDEAL CEMENT FILES EXCHANGE OFFER

Ideal Cement Company, 500 Denver National Building, 821 17th St., Denver, filed a registration statement (File 2-15417) with the SEC on July 31, 1959, seeking registration of 675,000 shares of capital stock. The company proposes to offer this stock in exchange for all (but not less than 80%) of the outstanding shares of common stock, \$1 par, of Volunteer Portland Cement Company, in the ratio of 3-3/8 shares of Ideal common for each share of Volunteer common. Volunteer's executive offices are at its plant near Knoxville, Tenn. The principal business of both companies is the production and sale of portland cement.

For further details, call ST. 3-7600, ext. 6526

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UNITED ARTISTS' FILES FOR SECONDARY

United Artists Corporation, 729 Seventh Ave., New York, filed a registration statement (File 2-15418) with the SEC on July 31, 1959, seeking registration of 100,000 outstanding shares of its common stock, to be offered for public sale by the present holders thereof through an underwriting group headed by F. Eberstadt & Co. The public offering price and underwriting terms are to be supplied by amendment.

The company is engaged primarily in the distribution of motion pictures produced by independent producers to theatres in the United States and abroad. It has outstanding 1,114,218 shares of common stock and 550,000 shares of Class B common stock (in addition to various indebtedness). All of the 550,000 shares of Class B common are owned by Arthur B. Krim, president, and Robert S. Benjamin, board chairman, as joint tenants, of which 100,000 shares are to be sold to the underwriters, who will convert same into 100,000 shares of common stock, to be offered for public sale under the registration statement. Krim and Benjamin, as joint tenants, will continue to hold all of the then outstanding 450,000 Class B shares. Seven other officers and directors have a beneficial interest in 55,182 shares of the Class B stock being sold; and they have a beneficial interest in 248,316 of the 450,000 Class B shares being retained. The prospectus indicates that no person owns more than 10% of the outstanding common stock.

PADDINGTON CORP. FILES FOR OFFERING AND SECONDARY

The Paddington Corporation, 630 Fifth Ave., New York, filed a registration statement (File 2-15419) with the SEC on July 31, 1959, seeking registration of 150,000 shares of Class A common stock, of which 110,000 shares are to be offered for public sale for the account of the issuing company and 40,000 shares by a selling stockholder. The public offering price and underwriting terms are to be supplied by amendment. Lee Higginson Corporation and H. Hentz & Co. are listed as the principal underwriters.

The company is engaged in selling alcoholic beverages under the brand name of Justerini & Brooks, Ltd. It has outstanding 446,000 shares of Class B common stock and a \$500,000 short term bank loan. Net proceeds of the sale of the 110,000 Class A shares by the company are to be applied to repay the bank loan, incurred in the purchase of J & B Rare Scotch Whiskey and for advances to a 50%-owned company to enable the latter to purchase malts and Scotch Whiskies. The balance of the proceeds, if any, will be added to working capital.

All of the outstanding 446,000 Class B shares is owned in equal amounts (223,000 shares each) by Charles Guttman, president, and Star Liquor Dealers, Inc., of Long Island City. All of the outstanding stock of Star Liquor Dealers is owned by three other directors of Paddington, Samuel Jacobs, Abraham Rosenberg, and Louis Silver. Guttman proposes to sell 40,000 of his holdings of Class B shares to the underwriters, who will convert same into a like number of Class A common for public sale.

ADRs FOR AMERICAN ISRAELI PAPER MILLS FILED

Bankers Trust Company filed a registration statement (File 2-15420) with the SEC on July 31, 1959, seeking registration of American Depositary Receipts for 2,000,000 Ordinary Shares of American Israeli Paper Mills Limited.

DENAB LABORATORIES PROPOSES STOCK OFFERING

Denab Laboratories, Inc., 1420 East 18th Ave., Denver, filed a registration statement (File 2-15421) with the SEC on July 31, 1959, seeking registration of 50,000 shares of common stock, to be offered for public sale by the company's own sales force at \$10 per share. Commissions and expenses are listed at 12%.

The company was organized in May 1958 and commenced operation as a drug company. Its promoters were Dr. John J. Cavanaugh, president, and five other individuals, who received 11,300 common shares for services. An additional 6,767 shares were sold to 15 persons at \$7.50 per share. Thus, according to the prospectus purchasers of the 50,000 shares being offered for public sale will contribute 90.8% of the capital for 73.5% of the then outstanding stock, assuming the entire issue is sold.

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Denab Laboratories develops pharmaceutical specialty products for the medical profession; and a dozen "prescription specialty items" are said to have been developed and are presently being sold, with others in the development stage. Net proceeds of its sale of additional stock, estimated at \$440,000, will be used as follows: \$154,000 for salaries, automobiles, advertising and promotion, travel and other miscellaneous expenses; \$150,000 for drug supplies; \$60,000 for establishment of two branch offices; \$10,000 for legal and filing fees to do business in other states; and \$65,800 for a contingency reserve.

LYTTON FINANCIAL PROPOSES STOCK OFFERING

Lytton Financial Corporation, 7755 Sunset Blvd., Hollywood, Calif., today filed a registration statement (File 2-15422) with the SEC seeking registration of 124,000 shares of capital stock, to be offered for public sale through an underwriting group headed by William R. Staats & Co. The public offering price and underwriting terms are to be supplied by amendment.

The company was organized under Delaware law on January 26, 1959, for the purpose of acquiring all the outstanding guarantee stock of Lytton Savings and Loan Association, which stock it now owns. The Association is engaged in the savings and loan business in Los Angeles County. According to the prospectus, Lytton Financial may acquire or engage in other businesses related to that of the Association, or may acquire other savings and loan associations (if legally permissible). It also expects to operate, either directly or through subsidiaries, (1) an insurance agency which will assist the Association in making fire and other insurance available to borrowers from the Association and (2) a company which may act as trustee under trust deeds securing loans made by the Association. A portion of the net proceeds of the proposed stock sale will be contributed as additional capital to the Association, which will increase its lending and investment capacity. The balance of the proceeds will be retained for working capital purposes.

Lytton Financial now has outstanding 515,000 shares of stock, of which Bart Lytton, president, and his wife own 312,500 shares, or about 61%. An additional 6% is held by a trust for the benefit of their minor daughter, and 1.9% for the benefit of Mrs. Lytton's mother. Mr. and Mrs. Lytton received 353,372 shares in exchange for 2,116 shares of guarantee stock of the Association owned by them, for which they had paid \$543,685. Other shareholders of the Association were offered stock of the company on the same exchange basis.

JOSEPH WILENSKY CO. REGISTRATION REVOKED

In a decision announced today (Release 34-6032), the SEC revoked the broker-dealer registration of Joseph J. Wilensky & Co., 8101 Biscayne Blvd., Miami, Fla., for fraud in the purchase and sale of securities and other violations of the Federal Securities Laws. The company and its president, Joseph J. Wilensky, admitted the allegations and consented to entry of the order, which also expelled the company from membership in the National Association of Securities Dealers, Inc.

According to the decision, Wilensky & Co. induced three customers to purchase securities from it and to pay it \$3,431, upon the representation that the funds would be used to acquire the securities. However, the funds were converted to the company's own use and benefit without the knowledge or consent of the customers. The proceeds of the sale of securities made on behalf of another customer were similarly converted.

Moreover, Wilensky & Co. engaged in the conduct of a securities business from May 13, 1958 to June 16, 1958, while insolvent, soliciting and accepting the delivery of monies and securities from customers in connection with their purchase and sale of securities without disclosure of the insolvency and in violation of the anti-fraud provisions of the Securities Laws; conducted business during the period January 1 to June 16, 1958, when its aggregate indebtedness exceeded 2000% of its net capital, in violation of the Commission's net capital rule; failed to amend its registration application to disclose a Federal Court injunction obtained by the Commission on June 16, 1958, against further violation of the net capital rule, or to report a change in its business address, in violation of the applicable reporting requirement; and failed to make and keep current certain required records in violation of the Commission's rules governing record keeping.

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TEXTRON ELECTRONICS FILES FOR SECONDARY

Textron Electronics, Inc., 10 Dorrance St., Providence, Rhode Island, today filed a registration statement (File 2-15423) with the SEC seeking registration of 500,000 outstanding shares of its common stock. The shares are to be offered by Textron Industries, Inc., the present holder, for subscription by Textron Industries stockholders at the rate of one share of Textron Electronics stock for each 10 shares of Textron Industries stock held. The record date and subscription price are to be supplied by amendment.

The ME Electronics division of Textron Electronics was originally acquired by Textron Inc. in March 1954 through purchase of The ME Manufacturing Company, Incorporated. It was thereafter operated until May 1959 as the ME Manufacturing Company division of Textron. In May 1959, Textron formed Textron Electronics, Inc., as a Delaware corporation, and transferred the ME division to it in exchange for 2,000,000 shares of Textron Electronics Common Stock. These shares were thereupon transferred to Textron Industries, Inc., a wholly-owned subsidiary of Textron. The 500,000 shares of Textron Electronics Common stock being offered by this Prospectus are a part of the 2,000,000 outstanding shares owned by Textron Industries. Upon sale of the offered shares, Textron Industries intends to continue its ownership of the remaining balance of 1,500,000 outstanding shares.

PERMANENT DECREE ENJOINS ARTHUR COSTELLO
TEMPORARY ORDER ENJOINS INVESTMENT SERVICES, INC.

The SEC Chicago Regional Office announced July 27, 1959, that Chief Judge George H. Moore (USDC, ED, Mo.) had permanently enjoined Arthur C. Costello, of Brantwood, Mo., from violating various provisions of the Federal Securities Laws in the conduct of a securities business while insolvent, and had appointed a receiver for the assets of Costello; and that he also had entered a temporary restraining order against such violations by Investment Services, Inc., of St. Louis County, Mo., and against its conduct of a securities business without prior registration with the SEC. The hearing on SEC motion for a preliminary injunction against Investment Services and for appointment of a receiver of its assets scheduled for July 31, 1959.

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