

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 January 28, 1963

Statistical Release No. 1879. The SEC Index of Stock Prices, based on the closing price of 300 common stocks, for the week ended January 25, 1963, for the composite and by major industry groups compared with the preceding week and with the highs and lows for 1962 is as follows:

	1957-59 = 100		Percent Change	1962	
	1/25/63	1/18/63		High	Low
Composite	134.5	133.0	+1.1	144.3	107.0
Manufacturing	125.3	123.8	+1.2	135.0	98.6
Durable Goods	121.1	119.4	+1.4	135.6	95.2
Non-Durable Goods	129.4	127.9	+1.2	134.4	101.8
Transportation	108.7	106.9	+1.7	111.0	85.5
Utility	175.5	174.5	+0.6	185.5	143.0
Trade, Finance & Service	157.7	155.8	+1.2	178.2	129.8
Mining	109.6	107.3	+2.1	113.3	83.8

SECURITIES ACT REGISTRATION STATEMENTS. During the week ended January 24, 1963, 11 registration statements were filed, 22 became effective, 9 were withdrawn, and 371 were pending at the week-end.

JANOV & CO. REVOKED. The SEC today announced the issuance of a decision under the Securities Exchange Act (Release 34-7005) revoking the broker-dealer registrations of Samuel Janov, doing business as Janov & Co., and of Janov & Co., Inc., both of 1510 Chestnut St., Philadelphia. Janov, president and sole stockholder of Janov & Co., Inc., and Arthur F. Euler, office manager and registered representative for Janov and secretary of the corporation, were each found a cause of the revocation order.

The Commission found, on the basis of a stipulation and consent by Janov and Euler, that from January 1961 to April 1962, Janov, aided and abetted by Euler, violated the credit requirements of Regulation T and the Commission's net capital and record keeping rules. In addition, the Commission ruled that there was a failure to amend Janov's broker-dealer registration to report that a salesman employed by him in April 1962 had been enjoined by a Federal court in the District of Columbia from further violations of certain provisions of the Exchange Act. Moreover, in October 1962 Janov and the corporation were permanently enjoined by a Federal court in Pennsylvania from further violations of the Act.

REGISTRATION OF HAROLD GERSTEN REVOKED. The SEC today announced the issuance of a decision under the Securities Exchange Act (Release 34-7007) revoking the broker-dealer registration of Harold Gersten, doing business as H. Gersten & Co., 639 S. Spring St., Los Angeles. In its decision, the Commission sustained findings by its Hearing Examiner that between July 1959 and January 1960, Gersten persistently violated the Commission's record-keeping rules. On the basis of such violations, Gersten was permanently enjoined in January 1960 by a Federal court in California (pursuant to a Commission complaint), and a receiver for the firm was appointed. Moreover, in November 1960, the National Association of Securities Dealers, Inc. found that Gersten, among other things, sold securities at unfair prices, misrepresented the capacity in which he had acted in securities transactions, and obtained secret profits in transactions with customers, all in violation of its Rules of Fair Practice. The NASD suspended Gersten from membership for six months, fined him \$1,000, censured him, and assessed costs; and thereafter expelled him for non-payment of such fine and costs.

EASTERN PA. INVESTMENT EXEMPTED. The SEC has issued an order under the Investment Company Act (Release IC-3622) declaring that Eastern Pennsylvania Investment Company, of Philadelphia, has ceased to be an investment company.

HAMILTON FUNDS-HAMILTON MANAGEMENT SEEK ORDERS. Hamilton Management Corporation ("Management") and Hamilton Funds, Inc. ("Hamilton"), Denver registered open-end investment company, have applied to the SEC for an order under the Investment Company Act exempting Management, during the period from November 12, 1962 until the next annual meeting of Hamilton's shareholders, or until the distribution by the Executor of Class "B" (voting) common shares of Management owned by the estate of Harold Huber (former principal stockholder of Management), whichever occurs first, from the provisions of the Act prohibiting it from serving as investment adviser of Hamilton without approval of the advisory agreement between Hamilton and Management by majority vote of the outstanding securities of Hamilton; and the Commission has issued an order (Release IC-3623) giving interested persons until February 14 to request a hearing thereon.

OVER

BUCKINGHAM CORP. FILES FOR SECONDARY. The Buckingham Corporation, 620 Fifth Avenue, New York, filed a registration statement (File 2-21038) with the SEC on January 25 seeking registration of 400,000 outstanding shares of Class A common stock (to be converted from a like amount of Class B shares), to be offered for public sale by the holders thereof through underwriters headed by Lehman Brothers, One William St., New York. The public offering price (maximum \$30 per share*) and underwriting terms are to be supplied by amendment.

Substantially the entire business of the company consists of the import and sale of Cutty Sark Scotch Whisky, the brand name of which is owned by Berry Bros & Rudd Limited, a British firm; and it has sole right to import such whisky for resale in the United States. The company has outstanding 500,000 Class A and 2,400,000 Class B common shares, of which latter stock James J. Culhane, board chairman, and James F. Schlesinger, president, own 1,800,000 and 600,000 shares, respectively. Culhane and Schlesinger propose to sell 300,000 and 100,000 Class A shares, respectively (after conversion from Class B shares); and after sale of such stock they will own, respectively, 51.7% and 17.2% of the voting securities of the company.

ANADITE PROPOSES DEBENTURE OFFERING AND SECONDARY. Anadite, Inc., 10647 Garfield Avenue, South Gate, Calif., today filed a registration statement (File 2-21039) with the SEC seeking registration of \$800,000 of convertible subordinated debentures due 1978, to be offered for public sale by the company at 100% of principal amount, and 15,000 outstanding shares of capital stock, to be offered by the holders thereof at a price to be supplied by amendment (maximum \$20 per share*). The offerings will be made by Dean Witter & Co., 45 Montgomery St., San Francisco. The interest rate on the debentures and underwriting terms for both issues as to be supplied by amendment.

The company provides specialized chemical metal processing and finishing services. Of the net proceeds from the company's sale of debentures, \$350,000 will be used to retire outstanding long-term debt; between \$325,000 and \$375,000 to defray costs of proposed new plant facilities in Santa Clara and of another proposed plant at a site (to be determined) east of the Mississippi River; and the balance will be added to general funds. In addition to certain indebtedness, the company has outstanding 219,941 shares of capital stock, of which Gordon W. Jenkins, board chairman, Roy E. Klotz, president, and Glenn E. Boehmer, vice president, own 53,350 shares each (24%). They propose to sell 5,000 shares each.

GREAT PLAINS ACCEPTANCE, ET AL. ENJOINED. The SEC Seattle Regional Office announced January 17 (LR-2488) the entry of Federal court orders (USDC, Montana) permanently enjoining Great Plains Acceptance Corporation, a Montana company, and Francis J. Steffes, Miles City, Montana, from further violations of the Securities Act anti-fraud provisions in the offer and sale of common and preferred stock of Great Plains Acceptance, and preliminarily enjoining Leo V. Steffes, Joe Steffes, Jr. and Ralph Runck, all of Baker, Montana, from such violations. The defendants consented to entry of the injunctions.

SEC FILES IN DES MOINES CASE. The SEC announced today that it has entered an appearance in the proceeding under Chapter X of the Bankruptcy Act for the reorganization of Doctor's Hospital, Inc. of Des Moines, Iowa, pending in the United States District Court for the Southern District of Iowa, at Des Moines. The involuntary petition was filed on December 14, 1962 by four creditors holding an aggregate of \$32,500 of 7% first mortgage bonds. The Debtor was organized by 21 osteopaths from the Des Moines area to construct and equip a 100-bed osteopathic hospital. Work on the hospital began in 1960 but has not been completed. In conjunction with the construction of the hospital, \$1,575,000 face amount of 7% first mortgage bonds were sold to more than 1,000 persons.

SECURITIES ACT REGISTRATIONS. Effective January 28: Perpetual Security Life Insurance Co. (File 2-18507); Venride, Inc. (File 2-20868). **Withdrawn January 25:** American Modular Manufacturing Corp. (File 2-19350); The American Plan Corp. (File 2-20126); Kingsberry Homes Corp. (File 2-20224). **Withdrawn January 28:** Diversified Realty Investors (File 2-20518).

*As estimated for purposes of computing the registration fee.

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