

# 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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Washington 25, D.C.

FOR RELEASE February 6, 1961

Statistical Release No. 1732. The SEC Index of Stock Prices, based on the closing price of 300 common stocks for the week ended February 3, 1961, for the composite and by major industry groups compared with the preceding week and with the highs and lows for 1960 - 1961 is as follows:

	<u>1957-59 = 100</u>		<u>Percent Change</u>	<u>1960 - 1961</u>	
	<u>2/3/61</u>	<u>1/27/61</u>		<u>High</u>	<u>Low</u>
Composite	125.5*	123.6	+1.5	125.5	107.7
Manufacturing	119.8	117.5	+2.0	122.0	103.6
Durable Goods	122.7	120.1	+1.7	129.5	107.7
Non-Durable Goods	117.6*	115.1	+2.2	117.6	99.5
Transportation	102.2	100.6	+1.6	108.3	87.1
Utility	155.2*	154.4	+0.5	155.2	118.4
Trade, Finance & Service	137.0*	136.9	+0.1	137.0	120.5
Mining	89.7*	87.2	+2.9	89.7	67.0

\*New High

SECURITIES ACT REGISTRATION STATEMENTS. During the week ended February 2, 1961, 48 registration statements were filed, 34 became effective, 2 were withdrawn, and 328 were pending at the week end.

OHIO-FRANKLIN FUND PROPOSES EXCHANGE OFFER. Ohio-Franklin Fund, Inc., 51 North High St., Columbus, O., filed a registration statement (File 2-17566) with the SEC on February 3, 1961, seeking registration of 2,000,000 shares of common stock. The Fund proposes to offer its shares to investors in exchange for securities of a selected list of companies. The prospectus states: Through a tax-free exchange of Fund shares for selected individual securities, the Fund provides a medium through which holders of blocks of such securities may obtain diversification and continuous professional investment management without incurring federal capital gains tax liability upon the exchange. The Ohio Company, Columbus, Ohio, will be investment adviser to the Fund. The exchange will be consummated if securities having a market value of at least \$10,000,000 are deposited and accepted by the Fund.

The exchange offering price will be the net asset value, which is expected to be \$10 per share. Upon completion of the exchange of deposited securities for the Fund shares, a fee will be payable by the Fund to the Distributor in the amount of 4% of the market value of the deposited securities exchanged in single transactions of less than \$25,000, the minimum transaction being \$5,000. The rate of fee is reduced as the size of the transaction increases, and is scaled down to a minimum of 1.50% as more fully set forth herein. An amount equal to the fee payable by the Fund will be deducted from the value of the securities deposited by each investor for the purpose of determining the number of Fund shares to be issued in exchange therefor.

The Ohio Company also will serve as Distributor of Fund shares. The prospectus lists Ewing T. Boles as president and Edgar S. Noland as secretary-treasurer. They hold similar positions with The Ohio Company.

DYNATRONICS FILES FOR OFFERING. Dynatronics, Inc., P. O. Box 2566, Orlando, Fla., filed a registration statement (File 2-17567) with the SEC on February 3, 1961, seeking registration of 120,000 shares of common stock, to be offered for public sale through underwriters headed by R. S. Dickson & Company. The public offering price and underwriting terms are to be supplied by amendment. The company will sell to the principal underwriter for \$100, five year warrants to purchase up to an additional 10,000 common shares at 110% of the public offering price. The registration statement also includes an additional 60,060 common shares which are to be offered by the company at \$1.75 per share to holders of outstanding bearer warrants.

The company is engaged in the design, manufacture and sale of electronic equipment and systems, including antenna, digital and timing systems. Of the net proceeds from the stock sale, \$200,000 will be used to reduce current bank borrowings; \$50,000 for the purchase of new test equipment and the erection and equipping of additional manufacturing facilities on its leased premises; and the balance to provide working capital.

In addition to indebtedness, the company has outstanding 554,034 shares of common stock, of which Parker Painter, Jr., president and board chairman, owns 159,730 shares, George F. Anderson, vice president, 111,332 shares, and management officials as a group 538,498 shares.

CHAIN BELT FILES STOCK PLAN. Chain Belt Company, 4701 West Greenfield Avenue, Milwaukee, Wisconsin, today filed a registration statement (File 2-17568) with the SEC seeking registration of 73,839 shares of capital stock, to be offered to employees of the company and its subsidiaries pursuant to its 1959 Restricted Stock Option Plan for Employees.

OVER

SEC COMPLAINT NAMES MAINLAND SECURITIES. The SEC New York Regional Office announced January 27th (LR-1905) the filing of a complaint (USDC SDNY) seeking to enjoin Mainland Securities Corp. and Benjamin Horowitz, its president, from further violation of the Commission's record-keeping rules.

NEIL JAMES SHANMAN IN CRIMINAL CONTEMPT. The SEC New York Regional Office announced February 2 (LR-1906) that Judge Archie O. Dawson (USDC SDNY) had sentenced Neil James Shanman to six months imprisonment and fined him \$5,000 and the broker-dealer firm of Neil James & Co. (formerly Ross, James Riemer, Collins & Co., Inc.) \$100, for criminal contempt of a court order restraining Shanman and others (including the said firm) from further violations of the SEC net capital rule.

BROAD STREET INVESTING PROPOSES ACQUISITION. Broad Street Investing Corporation, New York investment company, has filed an application for an exemption order under the Investment Company Act with respect to its proposed acquisition of substantially all the cash and securities of Western Railway Equipment Company; and the Commission has issued an order (Release 40-3185) giving interested persons until February 23, 1961, to request a hearing thereon.

The Equipment Company is a private investment company having one stockholder, with 16 other persons having beneficial interests in its stock. It has entered into an agreement with Investing Corporation pursuant to which substantially all of its cash and securities, with a total value of \$1,570,735 as of September 30, 1960, will be transferred to Investing Corporation in exchange for shares of the latter at their net asset value, which will be distributed to shareholders of the Equipment Company.

EFFECTIVE SECURITIES ACT REGISTRATIONS: February 3: Resisto Chemical, Inc. (File 2-16976); General Development Investors Plans, Inc. (File 2-17159); South Gate Associates (File 2-17300); Associated Dry Goods Corp. (File 2-17420); Stop & Shop, Inc. (File 2-17412); Marquardt Corp. (File 2-17426). February 6: Coburn Credit Co. Inc. (File 2-17311); G. T. Schjeldahl Co. (File 2-17336); Consolidated Airborne Systems, Inc. (File 2-17384). Registration withdrawn: February 3: Avionics Investing Corp. (File 2-16799).

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