

NEWS DIGEST

Brief summary of financial proposals filed with and actions by the S.E.C.



Washington 25, D.C.

For ordering full text of Releases from Publications Unit, cite number)

Issue No. 63-7-6)

FOR RELEASE July 9, 1963

TWO SENTENCED ON FRAUD CHARGES. The SEC Chicago Regional Office announced July 1 (LR-2680) that William Gilentine (Hawthorne, Nevada) received a three year prison sentence and Walter E. Herr (Chicago) a two year sentence, following their conviction (USDC, ND, Ill.) of violating the Securities Act anti-fraud provisions in the offer and sale of investment contracts by American Sales Training Research Associates, Inc. (which they organized). Execution of the sentence was stayed for 30 days.

MIDDLE SOUTH UTILITIES RECEIVES ORDER. The SEC has issued an order under the Holding Company Act (Release 14907) approving some \$28,000 of legal and other fees and expenses incurred in connection with a plan provided for the sale and transfer by Louisiana Power & Light Company, utility subsidiary of Middle South Utilities, Inc., a registered holding company, of all its non-electric properties to Louisiana Gas Service Company, a newly organized subsidiary of Louisiana Power, and the issuance by the new subsidiary of unsecured notes and common stock in exchange therefor.

CHARLES TOWN RACING ASSOCIATION FILES FOR OFFERING. Charles Town Racing Association, Inc., P. O. Box 551, Charles Town, West Virginia, filed a registration statement (File 2-21564) with the SEC on July 8 seeking registration of 200,000 shares of common stock (represented by voting trust certificates), to be offered from time to time to holders of outstanding stock purchase warrants who have the right to purchase the Association's common stock at any time prior to July 1968, at the rate of one share for each five warrants and at \$2.50 per share. The statement also includes 76,650 common shares represented by voting trust certificates and 122,315 stock purchase warrants giving rights to purchase 24,463 common shares (to be represented by voting trust certificates). The certificates representing the 76,650 shares and the 122,315 warrants are to be offered for public sale by five management officials from time to time in the over-the-counter market at prevailing prices. The Association is engaged in the conduct of thoroughbred running horse race meetings, at which betting through the use of pari-mutuel and totalisator machines takes place, as well as other activities incidental to operation of such race meetings. In addition to certain indebtedness, the company has outstanding 83,884 shares of common stock (represented by voting trust certificates) as well as 1,000,000 warrants. Management officials as a group own about 22.1% of the outstanding stock. Harry L. Gilman, vice president, Hyman N. Glickstein, board chairman (together with Henry G. Friedlander) own 15% and 22.5%, respectively, the outstanding warrants, and management officials as a group 46.5%. Gilman, Bernard S. Needle, a director, Elias Yale, treasurer, propose to sell 36,650, 10,000 and 10,000 shares, respectively, and 75,000, 65,000 and 63,000 warrants, respectively. In addition, Glickstein proposes to sell 20,000 shares and Louis E. Cohen, director, 39,560 warrants. Friedlander, Cohen, Glickstein, Needle, Gilman and Edmund M. Abramson, a director, are the voting trustees. Albert F. Good is president.

BUEHLER FILES STOCK PLAN. The Buehler Corporation, 9000 Precision Drive, Indianapolis, filed a registration statement (File 2-21565) with the SEC on July 8 seeking registration of 31,425 shares of common stock, to be offered pursuant to its Stock Option Plan.

LIFE INSURANCE OF KY. FILES THRIFT PLAN. Life Insurance Company of Kentucky, 231 West Main Street, Louisville, Ky. filed a registration statement (File 2-21566) with the SEC on July 8 seeking registration of 100,000 shares of common stock, to be offered pursuant to its Investment and Thrift Plan.

VTC'S FOR CHARLES TOWN RACING FILED. Charles Town Racing Association, Inc. Voting Trust, P. O. Box 551, Charles Town, West Virginia, filed a registration statement (File 2-21567) with the SEC on July 8 seeking registration of voting trust certificates for 276,650 common shares of Charles Town Racing Association, Inc.

PAUL M. HUGHES SENTENCED. The SEC announced today (LR-2681) that Paul M. Hughes received an 18-month prison sentence (USDC, SDNY) following his guilty plea to charges of violating the Securities Act registration anti-fraud provisions in the sale of stock of Western Financial Corporation, Diversified Financial Corporation and Consolidated American Industries, Inc.

SECURITIES ACT REGISTRATIONS: Effective July 8: Diamond National Employee Savings And Stock Bonus Plan Diamond National Corporation, (File 2-21332); Inter-County Telephone & Telegraph Company (File 2-21468); Effective July 9: C. R. Bard, Inc. (File 2-21435); Lightcraft - General (File 2-21432) and Northern Natural Company (File 2-21508).