

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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MICHIGAN WISCONSIN PIPE LINE SEEKS ORDER. Michigan Wisconsin Pipe Line Company and its parent, American Natural Gas Co., have applied to the SEC for an order under the Holding Company Act authorizing certain financing transactions; and the Commission has issued an order (Release 35-15687) giving interested persons until April 14 to request a hearing thereon. Michigan Wisconsin proposes to sell \$45,000,000 of bonds (due 1987) at competitive bidding and to sell an additional 100,000 shares of its common stock to American Natural for \$10,000,000. Michigan Wisconsin will use the net proceeds of its bond sale to pay a portion of some \$60,000,000 of outstanding bank notes; the proceeds of its stock sale will be applied toward its 1967 construction program, estimated to cost \$65,000,000.

CONNECTICUT L&P SEEKS ORDER. The Connecticut Light and Power Company, Berlin, Conn., subsidiary of Northeast Utilities, has applied to the SEC for an order under the Holding Company Act authorizing it to amend its First Mortgage Indenture and Deed of Trust, dated May 1, 1921, to Bankers Trust Co., as trustee, to conform to the requirements of the Commission's Statement of Policy with respect to First Mortgage Bonds issued under the Act. The Commission has issued an order (Release 35-15688) giving interested persons until April 13 to request a hearing thereon.

EHRENREICH PHOTO-OPTICAL FILES FOR SECONDARY. Ehrenreich Photo-Optical Industries, Inc., 623 Stewart Ave., Garden City, N. Y., filed a registration statement (File 2-26120) with the SEC on March 15 seeking registration of 35,000 outstanding shares of common stock. The present holders thereof are to offer the stock for public sale through Shearson, Hammill & Co., Inc., 14 Wall St., New York 10005. The public offering price (\$27 per share maximum*) and underwriting terms are to be supplied by amendment.

The company is primarily engaged in the wholesale distribution of photographic products, including Nikon, Mamiya and Bronica cameras, Nikkor lenses, motion picture cameras and other photographic equipment. In addition to indebtedness, it has outstanding 1,043,672 common shares, of which management officials own 47.4%. The prospectus lists three selling stockholders, as follows: Joseph Ehrenreich (president), who is offering 21,000 of 218,900 shares held; Hannah Komanoff, 7,000 of 107,250; and Morris R. Feinsod (treasurer), 7,000 of 48,500.

AMERICAN HOSPITAL SUPPLY FILES FOR SECONDARY. American Hospital Supply Corporation, 1740 Ridge Ave., Evanston, Ill. 60201, filed a registration statement (File 2-26122) with the SEC on March 15 seeking registration of 8,868 outstanding shares of common stock. The stock is to be offered for public sale from time to time by the present holders thereof on the New York Stock Exchange, and at prices prevailing at the time of sale (\$60 per share maximum*).

The company is principally engaged in manufacturing and distributing supplies, equipment, and furnishings required for the operation of hospitals, nursing homes, laboratories and doctors' offices. In addition to indebtedness, it has outstanding 9,297,094 common shares, of which management officials own 12.05%. The prospectus lists two selling stockholders: Ellen F. Waldorf and Burton Waldorf, offering 4,434 shares each of their holdings of 26,780 shares each. Foster G. McGaw is board chairman and Harry K. DeWitt is president.

INDEX FUND OF BOSTON PROPOSES OFFERING. Index Fund of Boston, Inc., 470 Atlantic Ave., Boston, Mass. 02210, filed a registration statement (File 2-26124) with the SEC on March 13 seeking registration of 900,000 shares of common stock. The stock is to be offered for public sale at net asset value plus a 1% sales charge.

Organized under Massachusetts law in 1967, the Fund's investment objective is "to achieve regular and reasonable income, and growth of income and of principal over a period of years." Atlantic Management Corporation is its investment adviser. The Fund has outstanding 23,563 common shares, of which 11,200 shares were purchased at \$10.10 per share and the balance at the net asset value plus 1%. Ernest Henderson is president of the Fund and investment adviser.

FINANCIAL DYNAMICS PROPOSES OFFERING. Financial Dynamics Fund, Inc., 950 Broadway, Denver, Colo. 80201, filed a registration statement (File 2-26125) with the SEC on March 13 seeking registration of 500,000 shares of capital stock. The stock is to be offered for public sale at net asset value (\$10 per share maximum*) plus a maximum sales charge of 8 $\frac{1}{2}$ %.

Organized in 1967, the Fund's investment objective is "possible appreciation of capital through aggressive investment policies;" therefore, the Fund is said to be designed "for the person who is more interested in potential growth of capital rather than the production of current income." Financial Programs, Inc., is its investment adviser. Thomas J. Herbert is president of the Fund and investment adviser.

W. A. KRUEGER CO. FILES FOR OFFERING AND SECONDARY. W. A. Krueger Co., 12821 W. Blue Mound Rd., Brookfield, Wisc. 53005, filed a registration statement (File 2-26126) with the SEC on March 15 seeking registration of 100,000 shares of Series A convertible second preferred stock, \$1 par, and 50,900 outstanding shares of common stock. The preferred stock is to be offered for public sale through underwriters headed by Robert W. Baird & Co., Inc., 731 N. Water St., Milwaukee, Wisc. 53201; the common stock is to be

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offered by the present holders through Baird & Co. The public offering prices (\$26 per preferred - \$16 per common maximum*) and underwriting terms are to be supplied by amendment.

The company is engaged in color lithography and the printing and binding of books and magazines. Net proceeds of its preferred stock sale will be used for expansion and modernization. The company expects to expend about \$12,000,000 in the next three or four years for such purpose. In addition to indebtedness and preferred stock, it has outstanding 608,784 common shares, of which management officials own 28.5%. The prospectus lists two selling stockholders, as follows: the Estate of George C. Brock, which is offering 37,000 of 72,850 common shares held, and Mrs. W. A. Krueger, her entire holdings of 13,900 shares. W. A. Krueger is board chairman and Robert A. Klaus is president.

INCOME REALTY PROPOSES OFFERING. Income Realty Shares, Union Commerce Bldg., Cleveland, Ohio 44115, filed a registration statement (File 2-26127) with the SEC on March 16 seeking registration of 155,200 shares of beneficial interest in the Trust. The shares are to be offered for public sale through underwriters headed by Shearson, Hammill & Co. Inc., 14 Wall St., New York 10005, and Hayden, Miller & Co., 650 Union Commerce Bldg., Cleveland, Ohio 44115. The public offering price (\$11.50 per share maximum*) and underwriting terms are to be supplied by amendment.

Organized under Ohio law in 1964, the Trust (formerly First Ohio Realty) is designed to provide investors an opportunity to participate in real estate investments. First Ohio Advisory Corp. is its advisor. The trust's properties include Sandusky Plaza, Ohio, the Seilon industrial plant in Newcomerstown, Ohio, and Stouffer's University Inn, Columbus, Ohio, the latter two properties being leased on a net lease basis. In addition to indebtedness, the Trust has outstanding 239,700 shares. Of the net proceeds of its sale of additional shares, \$900,000 will be applied to the \$1,700,000 purchase price of Stouffer's Somerset Inn in Shaker Heights, Ohio, \$550,000 will be used to prepay a portion of the \$1,100,000 loan to acquire the Seilon property, and the balance will be added to working capital.

GOODBODY FILES FUND PROPOSAL. Goodbody & Co., Two Broadway, New York 10004, Sponsor and Depositor for Tax Exempt Income Fund, Series 3, filed a registration statement (File 2-26128) with the SEC on March 16 seeking registration of 5,350 Units in the Fund (\$5,617,500 maximum aggregate offering price). The Sponsor has or will deposit under a trust agreement with the United States Trust Company of New York, \$5,000,000 principal amount of bonds, in exchange for certificates for the units to be offered for public sale. The primary objective of the Fund is tax exempt income through a diversified investment in revenue and general municipal bonds. The offering of the units will be made through Goodbody & Co.

TEXAS EASTERN TRANSMISSION PROPOSES BOND OFFERING. Texas Eastern Transmission Corporation, Southern National Bank Bldg., Houston, Tex., filed a registration statement (File 2-26129) with the SEC on March 16 seeking registration of \$50,000,000 of first mortgage pipe line bonds, due 1987. The bonds are to be offered for public sale through underwriters headed by Dillon, Read & Co. Inc., 46 William St., New York 10005. The interest rate, public offering price and underwriting terms are to be supplied by amendment.

The company's principal business is the transmission of natural gas. Net proceeds of its bond sale will be used to retire outstanding notes which were incurred for general corporate purposes, including construction. The company's Gas Division Construction expenditures in 1967 are estimated at \$59,000,000. In addition to indebtedness and preferred stock, the company has outstanding 20,423,447 common shares, of which management officials own 5.3%. George R. Brown is board chairman and Baxter D. Goodrich is president.

INTERSTATE POWER FILES FINANCING PROPOSAL. Interstate Power Company, 1000 Main St., Dubuque, Iowa 52001, filed a registration statement (File 2-26130) with the SEC on March 16 seeking registration of \$17,000,000 of first mortgage bonds, due 1997, to be offered for public sale at competitive bidding. The company also filed a registration statement (File 2-26131) seeking registration of 268,897 shares of common stock, to be offered for subscription by common stockholders at the rate of one new share for each 14 shares held on May 17. The subscription price (\$27 per share maximum*) is to be supplied by amendment. Any unsubscribed shares are to be offered for public sale at competitive bidding.

An electric public utility, the company will use the net proceeds of this financing to discharge certain indebtedness incurred in connection with its construction program and applied toward payment of its 1967 construction program (estimated at \$13,478,000). In addition to indebtedness and preferred stock, the company now has outstanding 3,750,558 common shares. M. L. Kapp is board chairman and R. W. Steele president.

Basin Drilling Named in SEC Complaint. The SEC Chicago Regional Office announced March 15 (LR-3666) the filing of a complaint (USDC, Detroit) seeking to enjoin violations of the Securities Act registration on requirements in the sale of oil interests in Illinois, Kansas and Ohio by Basin Drilling and Exploration, Inc., of Detroit; Arvid E. Kallen, Jr., and Jesse B. Kallen, dba Centerville Drilling Project of Brighton, Mich; David R. Hughes, of Detroit; and Gordon M. Reinhold, of Olney, Ill.

SECURITIES ACT REGISTRATIONS. Effective March 16: Compufund, Inc., 2-25469; Midland Ross Corp., 2-26051; New Bedford Gas and Edison Light Co., 2-25966; Pullman Inc., 2-25999; Western Livestock Services, Inc., 2-24902 (90 days); Woodward, Wight & Co., Ltd., 2-25899; Baxter Laboratories, Inc., 2-25968 (Apr 25).
Withdrawn March 15: Dielectric Products Engineering Company, Inc., 2-25650.

NOTE TO DEALERS. The period of time dealers are required to use the prospectus in trading transactions is shown above in parentheses after the name of the issuer.

*As estimated for purposes of computing the registration fee.