

SECURITIES AND EXCHANGE COMMISSION

NEWS DIGEST

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



Washington 25, D.C.

FOR RELEASE October 9, 1956

Sandura Company, Inc., Philadelphia, filed a registration statement (File 2-12838) with the SEC on October 8, 1956, seeking registration of 150,000 shares of Preferred Stock (\$7.50 par) and 50,000 shares of Common Stock (5¢ par). These shares will become authorized if and when a proposed Joint Agreement of Merger of Paulsboro Manufacturing Company into Sandura becomes effective. If and when the merger becomes effective (stockholders of both companies have approved the merger), the company will become Sandura Company and the then outstanding shares of presently authorized, or old, capital stocks of Paulsboro and the company will become converted into shares of the new Preferred Stock, \$7.50 par, and Common Stock, 5¢ par, in accordance with the merger agreement.

It is the present intention of the directors of both companies to cause the merger to become effective about December 31, 1956, if the company has then received subscriptions which the directors deem reasonably assured of performance for the purchase of not less than 100,000 shares of either or both of the proposed preferred and common stocks. Both the preferred and the common stocks carry a public offering price of \$10 per share. If the company has sold or has received firm commitments for the purchase of not less than 100,000 preferred shares and has received not less than 25% of the price therefor, before January 31, 1957, Butcher & Sherrerd, in consideration of a stand-by fee of \$10,000, has agreed to use its best efforts as agent of the company to sell unsubscribed stock at the \$10 offering price, as follows: not less than 30,000 shares nor more than 50,000 shares of common; and, in lieu of or in addition thereto, not more than 50,000 preferred shares. The agent will receive 75¢ for each share sold by it, against which will be credited the stand-by fee. Two partners of the agent will be directors of the company after the merger. The agent also has received warrants to buy 5,000 common shares at \$10 per share.

The company, prior to the merger, was a subsidiary of Paulsboro, which owned 100% of the old common and 54.3% of the old preferred stock of the company. The principal products dealt in by the company are vinyl coverings for floors, walls, counters and other surfaces, sold under the registered trade name "sandran" and produced by Paulsboro (the company having functioned as a sales organization). Net proceeds of the financing will be used either to expand the company's present equipment to produce 12-foot wide goods or to acquire new equipment for this purpose, and in either case to enlarge or change its present buildings therefor. The cost of expanding present facilities is estimated at \$1,000,000, and the cost of acquiring new equipment at \$1,500,000. If the net proceeds of the financing approximates \$1,500,000, the company may decide to acquire such new equipment, which will give it substantially increased production capacity. Otherwise expansion of present equipment is contemplated. In either event, the balance of the net proceeds will be applied to the redemption of bank and trade notes or as addition to working capital.

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For further details, call ST. 3-7600, ext. 5526

Investment Company Act Release No. 2421

E. I. du Pont de Nemours and Company, which is controlled by Christiana Securities Company, which in turn is controlled by Delaware Realty and Investment Company, has applied to the SEC for an exemption order under the Investment Company Act with respect to the proposed purchase by du Pont from General Motors Corporation of the 33-1/3% equity interest of GM in International Freighting Corporation, Inc., and the Commission has issued an order giving interested persons until October 22, 1956, to request a hearing thereon.

International has outstanding 450 common shares, of which du Pont owns 300 shares (66-2/3%) and GM the remaining 150 shares. GM has advised du Pont that it wishes to dispose of its investment in International and has offered to sell its 1/3 interest for \$136,447. International is engaged principally in the operation of chartered steamships which transport mixed cargo between the United States and South America. Because of intercompany affiliations, the transaction is prohibited by the Investment Company Act unless an exemption order is issued by the Commission on the basis of a finding that the terms of the transaction are fair.

Investment Company Act Release No. 2422

High Voltage Engineering Corporation and Baird Associates-Atomic Instrument Company, both of Cambridge, Mass., and both affiliates of American Research and Development Corporation, Boston investment company, have applied to the SEC for an exemption order with respect to certain intercompany transactions; and the Commission has issued an order giving interested persons until October 19, 1956, to request a hearing thereon.

The business of High Voltage consists of the manufacture of multi-million volt electrostatic generators for use in scientific research, deep X-ray cancer therapy, and other purposes. Baird is engaged in the design, development and manufacture of spectrochemical instruments for analytical and process control applications and products in the field of nuclear instrumentations. High Voltage is building a new plant in Burlington, Mass., and is in the gradual process of moving out of its building in Cambridge. Baird has entered into an agreement with High Voltage for the lease of the Cambridge property now owned by High Voltage; and under this agreement Baird has an option to purchase the leased properties for \$275,000 on or before June 1, 1957, or for \$300,000 thereafter and until June 1, 1958. The option is subject to a condition that High Voltage may share in the profit on any resale of the property by Baird within two years after exercise of the option.

Because of the intercompany affiliation, the transaction is prohibited by the Investment Company Act unless an exemption order is issued by the SEC.

Investment Company Act Release No. 2423

Prudential Investment Corporation of South Carolina (Columbia, S. C.), has applied to the SEC for an order exempting it from provisions of the Investment Company Act; and the Commission has issued an order giving interested persons until October 22, 1956, to request a hearing thereon. Organized August 20, 1956, Prudential

has issued 25,000 shares of its \$1 par common stock to eight residents of South Carolina. It proposes to make a public offering of the remaining 37,500 authorized common shares, at a price of \$1.20 per share, of which 20¢ per share would be used for expenses and commissions incident to the public sale of stock. The sale would be confined to persons resident in the State of South Carolina; and the aggregate proceeds from the sale of all its securities is not expected to exceed \$100,000. Prudential represents that its primary purpose is to seek capital gains from investments in life insurance companies.

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Schick Incorporated, Lancaster, Pa., today filed a registration statement (File 2-12839) with the SEC seeking registration of 500,000 shares of its \$1 par Common Stock. The 500,000 common shares are issued and outstanding stock and are to be sold to underwriters for public sale by Florence Schick Gifford, of Wilton, Conn. The company will receive no part of the proceeds from such sale. The underwriting group is to be headed by Merrill Lynch, Pierce, Fenner & Beane and Hayden, Stone & Co. The public offering price and underwriting terms are to be supplied by amendment.

The company has outstanding 1,200,000 shares of common stock. The selling stockholder is the principal stockholder, owning 556,772 shares, representing 46.4% of the outstanding voting securities of the company. After sale of the 500,000 shares to the underwriters, she will own 56,772 shares, or 4.73%. Kenneth C. Gifford of Lancaster is president and board chairman.

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