

SECURITIES AND EXCHANGE COMMISSION NEWS DIGEST

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

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



Washington 25, D.C.

FOR RELEASE October 19, 1962

ADR'S FOR ALBERT HEIJN FILED. Morgan Guaranty Trust Company of New York filed a registration statement (File 2-20827) with the SEC on October 18th seeking registration of 50,000 American Depositary Receipts for ordinary bearer shares of Albert Heijn N.V., of The Netherlands.

TWO DELISTINGS APPROVED. The SEC has granted an application of the New York Stock Exchange to delist the \$5 convertible preferred stock of Studebaker Corporation, and similar applications of the San Francisco Mining Exchange to delist the common stock of Sunburst Petroleum Corporation and the common assessable stock of Industrial Enterprises, Inc., all effective at the close of business October 30, 1962. (Release 34-6916)

TRADING BAN IN FIVE STOCKS CONTINUED. The SEC has issued orders under the Securities Exchange Act suspending exchange and over-the-counter trading in the common stocks of the following for the period October 21-30, 1962, inclusive: Black Bear Industries, Inc., E. L. Bruce Co. (Inc.), Industrial Enterprises, Inc., Precision Microwave Corp., and Prosper Oil and Mining Company.

COMPLAINT FILED AGAINST GRAND TETON HOLDING CO. The SEC Denver Regional Office announced October 15th (LR-2397) the filing of court action (USDC, Wyoming) seeking to enjoin Grand Teton Holding Company, an Idaho company, and Asael Lyman (Sugar City, Idaho) and Rodney Bluemel (Lyman, Wyoming) from further violations of the Securities Act registration and anti-fraud provisions in connection with the offer and sale of Class A and B common stock of said company.

GARDNER, STANLEY AND HARRIS ENJOINED. The SEC San Francisco Regional Office announced October 16th (LR-2398) the entry of a Federal court order (USDC Los Angeles) permanently enjoining Gardner, Stanley and Harris, Inc., Los Angeles, and Philip Gardner and Quentin Gardner, principal officers, from further violations of the Commission's net capital rule and from engaging in business while insolvent. The defendants consented to the entry of this injunction.

INCUBATION FUND EXEMPTION APPROVED. The SEC has issued an order under the Investment Company Act (Release IC-3562) exempting The Incubation Fund, Inc., New York investment company, from the Act to the extent that certain provisions require approval by shareholders of investment advisory agreements, election of directors and selection of independent public accountants. According to the order, the exemption will be effective until the first annual meeting of the stockholders of the Fund which is scheduled to be held on the third Tuesday of September, 1963. The Fund has no shareholders and the order states that the prospectus to be used by it in connection with sale of its shares will contain full and appropriate disclosure concerning its directors, the investment advisory contract and its independent public accountants.

SHAKER PROPERTIES FILES FOR OFFERING. Shaker Properties, 1956 Union Commerce Bldg., Cleveland, today filed a registration statement (File 2-20828) with the SEC seeking registration of 215,000 shares of beneficial interest, to be offered for public sale at \$15 per share. The offering will be made through underwriters headed by McDonald & Company, 1250 Union Commerce Bldg., Cleveland, which will receive a \$1.30 per share commission.

Shaker was organized in June 1962 through the efforts of the principal underwriter, as an unincorporated business trust. It intends to provide investors an opportunity to participate in investments in real estate and to qualify as a real estate investment trust under the Internal Revenue Code. Of the net proceeds from the sale of beneficial shares, \$2,826,000, together with the proceeds of a \$4,000,000 mortgage loan from a life insurance company, will be used to purchase from The Shaker Square Company, properties located on Shaker Blvd. in Cleveland, including 12 contiguous apartment buildings, a shopping center, four parking lots and certain other property. The balance of the net proceeds will be used for working capital. Grogan Management, Inc. will manage the properties. David C. Lincoln is chairman and Gordon S. Macklin Jr. is vice chairman. Lincoln is also president of The Shaker Square Company and Macklin is a partner of the principal underwriter.

SECURITIES ACT REGISTRATIONS. Effective October 18: National Bank of Israel Limited (File 2-20494); Texas Gas Producing Co. (File 2-20685). Effective October 19: American Telephone and Telegraph Co. (File 2-20796); Cooperative Grange League Federation Exchange, Inc. (File 2-20742); Laminetics, Inc. (File 2-20006).

OVER

ATLANTIC RESEARCH TRADING BAN CONTINUED. The SEC today continued the temporary suspension of trading in the common stock of Atlantic Research Corporation. This extension was ordered to permit the Commission's staff to complete its investigation of facts which, as so far developed, indicate that during the period from November 1961 to July 1962 certain officials of the company caused substantial amounts of corporate funds to be employed for the purchase of the company's common stock in the open market and otherwise, without specific approval of the Board and without public disclosure. These funds appear to have been employed through various intermediaries from which notes receivable were accepted by the company. It appears that as of October 12 the approximate amount of the notes was \$3.9 million.

In the interim the Board of Directors of Atlantic Research Corporation has resolved that a special "Finance Committee" consisting of Arthur W. Sloan, Executive Vice President, and James M. Johnston, a director, is vested with sole authority over all financial transactions of the Company -- apart from day to day business operations.

It is anticipated that facts now being developed can be made public at an early date.

---ooo0ooo---