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SECURITIES DEPARTMENT

STATE SECURITIES BOARD

Monthly Bulletin

APR 4 1964

DALLAS PUBLIC LIBRARY

February 1964

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FEBRUARY PERMITS

Permits authorizing 40 companies to sell \$20,824,243 worth of securities in Texas were issued during February 1964. In comparison, permits for securities in February, 1963, were granted 32 companies for a \$17,060,442 total.

Permits for \$1,216,800 were granted Texas-based companies other than mutual funds. Registrations by foreign companies other than mutual funds totaled \$3,516,483. Registrations by mutual investment companies contributed \$16,090,960 of the February total. Shares of Texas mutual funds represented \$1,650,000 of the amount.

SECURITIES EXAMINATION FACILITIES EXPANDED

Although the Securities Board will continue to give securities examinations on the first Tuesday of each month at the offices of the State Securities Board, Suite 503, Sam Houston State Office Building, Austin, Texas, free of charge, it may be more convenient for the applicant to take the examination nearer his home. Arrangements have been made with certain strategically located colleges and universities who have generously offered their facilities and cooperation for your convenience. It should be understood, however, that it may be deemed necessary for the monitor of such examinations at the colleges and universities to charge a small fee. The fee, if any, is for the monitor and not for the college, university or the State Securities Board.

Applicants who may wish to take the examination nearer their home should make their individual arrangements by contacting the following colleges and universities:

Del Mar College
Corpus Christi, Texas

Arrangements may be made by contacting Dr. Chester R. Hastings, Director of Student Personnel, at the college. Not given at any regularly scheduled times; fee of \$5.00 is charged.

Texas Technological College
Lubbock, Texas

Examinations given the THIRD WEDNESDAY of every month at 6:30 p.m., Room 105, Extension Building, corner of Boston Avenue and 14th Street. No fee. Examinee should notify Mr. J. H. Millikin, Director of Extension, Texas Technological College, P. O. Box 4110, Lubbock 9, several days in advance before taking the examination. He may be contacted by phone at Porter 2-8811, Extension 3223.

Texas Western College
El Paso, Texas

Given the FIRST TUESDAY of every month, at 8:30 a.m., Room 122, Liberal Arts Building. No fee. Notify Dr. R. H. Whitworth, Director of Counseling Service, Texas Western College, El Paso, several days in advance.

Tyler Junior College
Tyler, Texas

The examination will be given on SATURDAYS only. A fee not to exceed \$10.00 will be charged to each examinee. Arrangements for the exam may be made by contacting Mr. Edwin E. Fowler, Registrar, Tyler Junior College.

University of Houston
Houston, Texas

Arrangements may be made to take the examination by contacting Joseph P. Schnitzen, Director, Counseling and Testing Service, University of Houston, Cullen Boulevard, Houston, Texas. Examination will be given in Room 31 of the Ezekiel Cullen Building at the University of Houston.

West Texas State University
Canyon, Texas

Arrangements may be made to take the examination by contacting Mrs. Maudie Laycock, Administrative Secretary, Office of Public Information, West Texas State University, Canyon.

ADMINISTRATIVE ORDERS

Israel Baby Food Company, Limited, Givat Brenner, Israel.

Order issued February 10, 1964, denying registration of securities. The Deputy Commissioner denied registration of the securities application for the following reasons: Unconscionable profit to promoters; certain restrictions as to the transferability of securities; impairment of effective right of return on the securities by certain arrangements; commissions were held to be excessive, and the company failed to set out the financial statements in American dollars.

Fund of America, Inc., 60 East 42nd Street, New York, New York
Investors Planning Corporation of America, 60 East 42nd Street, New York, New York

Order issued February 3, 1964, to cease publication, dissemination, and use of a one-page pamphlet, entitled Fund of America "Inform-o-gram." In the opinion of the Securities Commissioner, the pamphlet contained statements which were misleading and otherwise likely to deceive the reader.

ENFORCEMENT PROCEEDINGS

On February 11, at Littlefield, Texas, James Winston Sharp was assessed a penalty of five years in prison and a \$3,000 fine after being found guilty of violation of the Texas Securities Act.

Sharp was charged in a two-count indictment with offering to sell unregistered securities of the Central Equity Corporation, a Wichita Falls holding company claiming investments in nursing homes and other properties, and with offering to sell securities without being licensed as a dealer.

Trial was in the 154th District Court before Judge Pat Boone, Jr. District Attorney Jack Young prosecuted the case.

Sharp was found guilty on the first count.

On February 27, Judge J. D. Todd, Jr., 105th District Court, Corpus Christi, refused to lower the \$100,000 bond on Paul Amos Sandblom. Sandblom, charged by the State Securities Board with selling unregistered securities in Texas, is presently free on the \$100,000 State bond. He filed bankruptcy on January 7, 1964.

MONTHLY REPORT OF SECURITIES REGISTRATIONS IN TEXAS

In February, 1964, authorization was issued by the State Securities Commissioner for the sale in Texas of \$20,824,243 in securities. This total includes securities being offered by Texas companies as well as companies with their home offices outside the State which propose to sell only part of their issue in the State.

A summary of individual permits issued in February, 1964, follows: These permits are permissive only and do not constitute a recommendation of the State Securities Board.

<u>Permit Date</u>		<u>Total Offering</u>
2-11-64	AMARILLO INDUSTRIAL PLAN, INC. (Tex) Amarillo Bldg., Amarillo, Tex., 1,500 Units @ \$200.00 ea. consisting of 1 shr com/s and 1 shr 4% Cu. Pref/s-	\$ 300,000
2-7-64	AMICABLE FINANCE CORP. (Tex) 2028 Main St., Dallas, Tex., \$174,000 7% Conv. Sub. Deben. @ 100% of prin. amt. in multiples of \$100.00-	174,000
2-25-64	ATOMICS, PHYSICS & SCIENCE FUND, INC. (Del) 1033 30th St., N. W., Washington, D. C., shs com/s @ net asset value-	38,049
2-26-64	BALANCED INCOME FUND, INC. (Md) 120 S. LaSalle St., Chicago, Ill., shs com/s @ net asset value-	250,000
2-11-64	BULLOCK FUND, LTD. (Md) 1 Wall St., N. Y., N. Y., shs cap/s @ net asset value-	200,000
2-25-64	CAPITAL PLANNING SERVICES, INC. (Tenn) 211 Union St., Nashville, Tenn., Single Payment Plans and Systematic Investment Plans to accumulate shs of Life Insurance Investors, Inc. @ face amt.-	450,000
2-20-64	CAPITAL SPONSORS, INC. (Del) 551 5th Ave., N. Y., N. Y., Systematic Programs and Fully Paid Programs to accumulate shs of Capital Shares, Inc. @ face amt.-	239,937
2-26-64	J. L. CLARK MANUFACTURING CO. (Ill) 2300 6th St., Rockford, Ill., 5,000 shs com/s @ \$15.00-	75,000
2-1-64	COLORADO INTERSTATE GAS EMPLOYEES THRIFT PLAN (Del) Box 1087, Colorado Springs, Colo., Interests in the Thrift Plan offered to eligible employees through payroll deduction from 1% to 8% of basic compensation-	217,186
2-27-64	COMPUTER CONTROL COMPANY, INC. (Del) Old Connecticut Path, Framingham, Mass., 5,000 shs com/s @ \$15.75-	78,750
2-27-64	COSMOPOLITAN INVESTMENT CORPORATION, INC. (Tex) 207 W. 6th St., Amarillo, Tex., \$167,800 prin. amt. 6 1/2% Sub. Deben. due 1-15-73 @ 100% of face amt.-	167,800
1-25-64	DECATUR INCOME FUND, INC. (Del) 3 Penn Center Plaza, Philadelphia, Pa., shs com/s @ net asset value-	100,000

2-7-64	DIVIDEND SHARES, INC. (Md) 1 Wall St., N. Y., N. Y., shs cap/s @ net asset value-	\$ 178,088
2-25-64	FIDELITY CAPITAL INVESTMENT PLANS (Mass) 31 Milk St., Boston, Mass., Single Payment Plans and Systematic Investment Plans for the accumulation of shs of Fidelity Capital Fund @ face amt.-	1,000,000
2-6-64	HAMILTON FUNDS, INC. (Del) 777 Grant St., Denver, Colo., Single Payment Certificates @ net asset value and Periodic Investment Certificates @ face amt. for the accumulation of shs of com/s of Hamilton Fund, Inc.-	4,115,852
2-11-64	HORACE MANN FUND, INC. (Md) 216 E. Monroe St., Springfield, Ill., shs cap/s @ net asset value-	100,000
2-25-64	PHILIP A. HUNT CHEMICAL CORP. (NY) Palisades Park, N. J., 25,000 shs Cl. A com/s @ \$6.50-	162,500
2-11-64	INDUSTRIAL DEVELOPMENT BANK OF ISRAEL, LTD. (Israel) 113 Allenby Rd., Tel-Aviv, Israel, 43,519 Preference CC shs and 80 Ordinary AA shs. Ordinary AA shs may be purchased only as part of a unit consisting of 1 Ordinary AA shr and 640 Preference CC shs @ \$7,275.56 per Unit. Preference CC shs may be purchased either as a part of a unit or separately, provided that no purchase may consist of less than 10 such shs at \$10.50 per shr.-	501,394
2-9-64	INVESTMENT TRUST OF BOSTON (Mass) 80 Federal St., Boston, Mass., Beneficial Interests @ net asset value-	208,596
2-5-64	LIBERTY FUND, INC. (Md) 2527 Gulf Bldg., Houston, Tex., shs cap/s of Liberty Fund, Inc. @ net asset value and Monthly Purchase Plans @ face amt. to accumulate shs of Liberty Fund, Inc. -	150,000
2-18-64	LIFE INSURANCE INVESTORS, INC. (Md) 10 S. LaSalle St., Chicago, Ill., shs com/s @ net asset value-	300,000
2-1-64	LOOMIS-SAYLES MUTUAL FUND, INC. (Mass) 140 Federal St., Boston, Mass., shs com/s @ net asset value-	183,101
2-27-64	MASSACHUSETTS INVESTORS GROWTH STOCK FUND, INC. (Mass) 200 Berkeley St., Boston, Mass., shs com/s @ net asset value-	2,510,787
1-23-64	MERRILL LYNCH, PIERCE, FENNER & SMITH, INC. (Del) 70 Pine St., N. Y., N. Y., shs of voting com. and non-voting com/s to be sold at not less than the book value of a shr as determined by the Corporation in accordance with the provisions of Article VI of the Certificate of Incorporation nor more than \$35.00 per shr.-	296,040
2-20-64	MUTUAL INVESTMENT COMPANY OF AMERICA (Del) 551 5th Ave., N. Y., N. Y., shs cap/s @ net asset value-	500,000
2-15-64	NEW ENGLAND FUND (Mass) 10 P.O. Sq., Boston, Mass., shs of Beneficial Interests @ net asset value-	30,386
2-6-64	NUVEEN TAX-EXEMPT BOND FUND, SERIES 6 (NY) 135 S. LaSalle St., Chicago, Ill., Units of Undivided Interests in the Nuveen Tax Exempt Bond Fund, Series 6 - Price to be determined by the Trustee's	

independent appraisal plus a sales charge of 4 1/2% of the offering price to which net accrued interest shall be added - Total price including sales charge shall not exceed \$110.00 per Unit plus net accrued interest-

		\$ 990,000
2-25-64	THE POULSEN INSURANCE COMPANY OF AMERICA (Ill) Executive Plaza, Park Ridge, Ill., 4,175 shs com/s @ \$8.50-	35,488
2-5-64	T. ROWE PRICE GROWTH STOCK FUND, INC. (Md) 1 Charles Center, Baltimore, Md., shs cap/s @ net asset value-	670,841
1-24-64	QUARTERLY DISTRIBUTION SHARES, INC. (Kan) 306 Union Center, Wichita, Kan., shs com/s @ net asset value-	97,185
2-11-64	RALLS-TEX MILL, INC. (Tex) P. O. Box 338, Ralls, Tex., 475,000 shs Cl. A com/s and 100,000 shs Cl. B com/s @ \$1.00-	575,000
2-14-64	SEABOARD LIFE INSURANCE COMPANY OF AMERICA (Fla) 1451 N. Bayshore Dr., Miami, Fla., 2,500 shs com/s @ \$9.25-	23,125
2-19-64	HENRY I. SIEGEL CO., INC. (NY) 16 E. 34th St., N. Y., N. Y., 10,000 shs Cl. A stk @ \$17.25-	172,500
2-19-64	SUPREME LIFE INSURANCE COMPANY OF AMERICA (Ill) 3501 S. Parkway, Chicago, Ill., 450 Warrants @ \$12.50 representing rights to purchase 150 shs com/s to be sold to present stockholders only @ \$30.00-	10,125
2-25-64	SYSTEMATIC PLANS, INC. (Md) 423 Tex. Natl. Bk. Bldg., Houston, Tex., Systematic Plans and Single Payment Plans for the accumulation of shs of Texas Fund, Inc. @ face amt.-	1,500,000
2-6-64	TUBOS de ACERO de MEXICO, S.A. (Mex) Paris 15, Mex., D.F., Mex., \$750,000 prin. amt. 7% Conv. Deben. @ 101% and 15,000 Units, ea. consisting of 1 American Depositary Shr Series A, representing 1 Series A cap/s; and 1 American Depositary Shr Series B, representing 1 shr Series B cap/s @ \$13.125 per unit-	954,375
2-27-64	UNITED FUNDS, INC. (ACCUMULATIVE) (Del) 20 W. 9th St., Kansas City, Mo., shs of United Accumulative Fund @ net asset value-	1,000,000
2-27-64	UNITED FUNDS, INC. (INCOME) (Del) 20 W. 9th St., Kansas City, Mo., shs of United Income Fund @ net asset value-	1,000,000
2-27-64	UNITED SCIENCE FUND (Del) 20 W. 9th St., Kansas City, Mo., shs com/s @ net asset value-	1,000,000
2-13-64	WINFIELD GROWTH INDUSTRIES FUND, INC. (Del) 315 Montgomery St., San Francisco, Calif., shs com/s @ net asset value-	268,138

REGISTRATION APPLICATIONS WITHDRAWN

<u>Effective Date</u>		<u>Total Offering</u>
2-7-64	NATIONWIDE CORPORATION (Ohio) 246 N. High St., Columbus, Ohio.	\$ 612,500

2-17-64	SOUTHWEST CHALLENGE BOWL, INC. (Tex) 1218 S. Staples St., Corpus Christi, Tex.	\$ 5,250
2-7-64	TYLER PIPE & FOUNDRY COMPANY (Tex) Lindale Rd., Swan, Tex.	3,710

Securities Registrations from September 1, 1963, through February 29, 1964

Month of February 29, 1964

	<u>Number Registrations</u>	<u>Amount</u>	<u>Prior Total Accumulated</u>	<u>Total</u>
Securities Registered by Mutual Investment Companies	<u>11</u>	<u>\$ 8,950,000*</u>	<u>\$ 23,420,000</u>	<u>\$ 32,370,000</u>
<u>Renewal Registrations</u>				
Mutual Investment Companies	13	7,140,960	45,862,499	53,003,459
Other Corporate Securities	<u>5</u>	<u>1,356,420</u>	<u>2,901,386</u>	<u>4,257,806</u>
	18	8,497,380	48,763,885	57,261,265
<u>Original Applications of All Other Corporate Securities</u>				
Texas Companies	2	875,000	16,589,428	17,464,428
Other Companies	<u>9</u>	<u>2,501,863</u>	<u>18,724,053</u>	<u>21,225,916</u>
	<u>11</u>	<u>3,376,863</u>	<u>35,313,481</u>	<u>38,690,344</u>
 TOTALS	 <u>40</u>	 <u>\$20,824,243</u>	 <u>\$107,497,366</u>	 <u>\$128,321,609</u>

* \$1,650,000 of this amount represents Texas Mutual Funds.