

FEB 6 1967

DALLAS PUBLIC LIBRARY

William M. King Securities Commissioner P. O. Box 12306 Capitol Station Austin, Texas 78711 Telephone GR 5-2421	Texas STATE SECURITIES BOARD Monthly Bulletin	Carl L. Phinney Chairman Randall C. Jackson Member Tom McCrummen, Jr. Member
--	---	---

December 1966

December Permits

The State Securities Board issued permits to 31 corporations in December, authorizing the sale of \$11,228,095 in securities in Texas.

Texas-based companies other than mutual funds accounted for \$2,400,000. Registrations by foreign companies (other than mutual funds) totaled \$2,340,560. Mutual investment companies contributed \$6,487,535 of the December total -- \$154,411 of this amount representing Texas mutual funds.

License Information

During December a total of 89 applicants took examinations for securities licenses. This included 14 examinations on general securities principles, 75 examinations on the Texas Securities Act. 28.6% of the applicants passed the general securities section on first attempt, and 74.6% passed the Texas Law Portion on first attempt.

Enforcement Proceedings

Stanley Kacir, District Attorney for the 27th Judicial District Court of Bell County, Texas, has advised this office of the conviction of George T. Argeros on September 26, 1966, for violation of the Texas Securities Act.

On a plea of guilty, Argeros received a sentence of 3 years in the state penitentiary, which sentence was probated. One of the conditions provided in the sentence requires that Argeros make restitution of \$3,000 to injured parties.

The alleged violation was in connection with the sale of securities of Millican Mills, Inc., on April 23, 1962. An indictment was returned and Argeros was returned from Florida through extradition proceedings.

Administrative Orders

IN THE MATTER OF
THE AMERICAN DUALVEST FUND, INC.
25 Broad Street
New York, New York 10004

On December 8, 1966, Order No. CP-273 was issued to the American DualVest Fund, Inc., to cease publication, dissemination and use of advertising materials relating to the offer or sale of securities in Texas.

The Order stated that the securities of American DualVest Fund, Inc., were not registered for sale in the State of Texas, and further that the advertisement specified therein contained statements that were misleading and likely to deceive a reader thereof.

(more)

IN THE MATTER OF
 THE APPLICATION FOR REGISTRATION
 AS A SECURITIES SALESMAN OF
 ROBERT EUGENE WRIGHT
 BY ALLEN ROGERS & COMPANY, INC.,
 A REGISTERED SECURITIES DEALER

On December 30, 1966, Order No. LAD-274 was issued denying the application of Allen Rogers & Company, Inc., to license Robert Eugene Wright as a Securities Salesman under its dealership.

The Order, issued after a hearing held pursuant to the provisions of Section 25 of The Securities Act, was based on findings by the Deputy Securities Commissioner that Robert Eugene Wright engaged in inequitable practices in the sale of securities, engaged in fraudulent business practices, made material misrepresentations to the Securities Commissioner in connection with information deemed necessary by the Securities Commissioner to determine the business repute and qualifications of Robert Eugene Wright, and further that Robert Eugene Wright refused to furnish information to the Securities Commissioner although informed by a representative of the Commissioner that such information was deemed necessary by the Commissioner to determine the business repute and qualifications of Robert Eugene Wright.

MONTHLY REPORT OF SECURITIES REGISTRATIONS IN TEXAS

A summary of individual permits issued in December, 1966, follows: These permits are permissive only and do not constitute a recommendation of the State Securities Board.

<u>DATE</u>	<u>ISSUER</u>	<u>TYPE OF OFFERING</u>
12-12-66	Affiliated Fund, Inc. 63 Wall Street New York, New York	shs com/s @ net asset value.
12-18-66	Capital Shares, Inc. 551 Fifth Avenue New York, New York	shs com/s @ net asset value.
12-27-66	Commercial Finance Company of Marshall, Texas 907 East Grand Avenue Marshall, Texas	400 Units of 7% Deben. due 1972-1974 @ \$500.00 per Unit.
12-17-66	Cotter & Company 2740 North Clybourn Ave. Chicago, Illinois	610 shs Cl. A com/s @ \$1,000.00 per ten shr unit.
12-7-66	Dow Theory Investment Fund, Inc. 35 Congress Street Boston, Massachusetts	shs com/s @ net asset value.
12-20-66	Drexel Equity Fund, Inc. 1500 Walnut Street Philadelphia, Pennsylvania	shs com/s @ net asset value.
12-6-66	Elcor Chemical Corporation V & J Tower Midland, Texas	100,000 shs com/s @ \$10.00.

12-28-66	Exeter Second Fund 3001 Philadelphia Pike Claymont, Delaware	35,000 shs com/s @ \$50.00 to be exchanged for stk @ mkt. value.
12-1-66	Fiduciary Exchange Fund, Inc. 111 Devonshire Street Boston, Massachusetts	shs com/s to be exchanged for broadly held securities as identified in prospectus. The basis of exchange will be 1 shr of Fund for ea. \$20 of mkt value of deposited securities after deducting from such mkt value a sales chg. of 4% scaled down to 1 1/2% depending upon the aggregate value of securities deposited.
12-28-66	Fifth Presidential Fund, Inc. 719 Liberty Avenue Pittsburgh, Pennsylvania	shs cap/s to be exchanged on the basis of 1 shr for ea. \$50 mkt value of securities accepted for deposit, after deducting a maximum fee of 4%.
12-20-66	Hamilton Funds, Inc. 777 Grant Street Denver, Colorado	Single Payment Certificates @ net asset value and Periodic Investment Certificates @ face amt. for the accumulation of shs of Hamilton Funds, Inc.
12-9-66	The Income Fund of Boston, Inc. 581 Boylston Street Boston, Massachusetts	shs com/s @ net asset value.
12-13-66	The Investment Company of America 900 Wilshire Blvd. Los Angeles, California	shs com/s @ net asset value.
12-20-66	The Johnston Mutual Fund, Inc. 230 Park Avenue New York, New York	shs com/s @ net asset value.
12-1-66	Kearney & Trecker Corporation 11000 Theodore Trecker Way West Allis, Wisconsin	5,000 shs com/s @ \$27.00.
12-13-66	Lin Broadcasting Corporation 311 Church Street Nashville, Tennessee	6% Conv. Sub. Notes due 12-1-71 in the prin. amt. of \$75,150.00 @ 100%.
12-12-66	Lone Star Life Insurance Company 2331 Gus Thomason Road Dallas, Texas	40,000 shs com/s @ \$5.00.
12-31-66	Mutual Income Fund, Inc. 717 Travis Street Houston, Texas	shs com/s @ net asset value.
12-22-66	National Investors Corporation 65 Broadway New York, New York	shs com/s @ net asset value.
12-17-66	The One Hundred and One Fund, Inc. 1700 Broadway Denver, Colorado	shs com/s @ net asset value.

12-6-66	Penn Engineering & Manufacturing Corp. Box 311 Doyleston, Pennsylvania	15,000 shs com/s @ \$10.00.
12-2-66	Pine Street Fund, Inc. 20 Exchange Place New York, New York	shs com/s @ net asset value.
12-19-66	Pioneer Enterprise Fund, Inc. 60 State Street Boston, Massachusetts	shs com/s @ net asset value.
12-8-66	Rowe Price New Horizons Fund, Inc. One Charles Center Baltimore, Maryland	shs com/s @ net asset value.
12-15-66	Security Equity Fund, Inc. 700 Harrison Street Topeka, Kansas	shs com/s @ net asset value.
12-21-66	Security General Investment Company 1902 Westheimer Street Houston, Texas	5,000 Units of 7% Sub. Ten Yr. Deben. Series B, @ \$100.00 per Deben.
12-8-66	Texas Rediscount Corporation 402 First National Bank Bldg. McAllen, Texas	50,000 shs com/s @ \$10.00.
12-12-66	Trans International Airlines Corporation McCarran Field Las Vegas, Nevada	3,350 shs com/s @ \$23.75.
12-22-66	Union Fund, Inc. 212 Center Street Little Rock, Arkansas	shs com/s @ net asset value.
12-6-66	United Funds, Inc. (Income) 20 West Ninth Street Kansas City, Missouri	shs of United Income Fund @ net asset value.
12-21-66	The Value Line Special Situations Fund, Inc. 5 East 44th Street New York, New York	shs com/s @ net asset value.

Securities Registrations from September 1, 1966, through December 31, 1966

Month of December 31, 1966

	<u>Number</u> <u>Registrations</u>	<u>Amount</u>	<u>Prior Total</u> <u>Accumulated</u>	<u>Total</u>
Securities Registered By Mutual Investment Companies	<u>12</u>	<u>\$ 2,985,150</u>	<u>\$ 38,535,000</u>	<u>\$ 41,520,150</u>
<u>Renewal Registrations</u> Mutual Investment Companies	9	3,502,385*	53,068,956	56,571,341
Other Corporate Securities	<u>1</u>	<u>61,000</u>	<u>1,991,633</u>	<u>2,052,633</u>
	<u>10</u>	<u>3,563,385</u>	<u>55,060,589</u>	<u>58,623,974</u>
<u>Original Applications</u> <u>of All Other Corporate</u> <u>Securities</u>				
Texas Companies	5	2,400,000	8,506,913	10,906,913
Other Companies	<u>4</u>	<u>2,279,560</u>	<u>13,157,638</u>	<u>15,437,198</u>
	<u>9</u>	<u>4,679,560</u>	<u>21,664,551</u>	<u>26,344,111</u>
 TOTALS	 <u>31</u>	 <u>\$11,228,095</u>	 <u>\$115,260,140</u>	 <u>\$126,488,235</u>

* \$154,411 of this amount represents Texas Mutual Funds.