INDEX
THREE YEARS OF THE SECURITIES ACT—PART I*

"BEATING THE GUN"
See Waiting Period.
Brooklyn Manhattan Transit Corp., In matter of, 109.
Broker-Dealer Segregation
desirability of, 86.
"BUILDING A RECORD"
as defense to suit, 73.

CAPITAL FLOATATION
amount of, in 1935-1936, 53; classification of
types of buyers of selected issues in 1935, 62;
geographic distribution of 1935 retail sales of
selected bond issues, 60.

"COOLING PERIOD"
See Waiting Period.

COMMERCIAL PAPER
exemptions of S. Act pertaining to, 93.
See Exemptive Provisions.

COSTS OF SECURITIES DISTRIBUTION
See Securities Distribution.

CRIMINAL LIABILITY PROVISIONS, SECURITIES ACT
for false or misleading statements, 17; measure
of damages, 18.

DIMINUTION OF SECURITIES
defined, 116. See Syndication, Origination, Ex-
emptive Provisions.

EFFECTS OF SECURITIES ACT
on ethical standards, 63; on volume of new
financing, 72, 82; on reliability, 72, 77, and scope
of information furnished investors, 77, 80. See
Institutional Investors, Origination, Syndica-
tion, Waiting Period.

EXCHANGE OF SECURITIES
exemptive provisions of S. Act as applied to, 96-
102. See Exemptive Provisions.

EXEMPTED SECURITIES
amount of, 21; issues subject to S. E. C. rule, 202.
See Exemptive Provisions.

EXEMPTED TRANSACTIONS
See Exemptive Provisions.

HEDGING CLAUSES
See Origination.

INEFFECTIVE ISSUES
ineffective on account of stop, refusal or with-
drawal order, amount of, by industry, 33; per-
tcentage of, to total of ineffective issues and
effective issues combined, 35. See Investment
Trusts.

Institutional Investors
importance of securities buying by, 60; effect of
S. Act on investment policies of, 80; increased
information available to, 81; danger of sale of
fraudulent securities to reduced
by S. Act, 82;
smaller institutions receive less attention from
distributors because of S. Act, 81; effect of waiting
period on, 83; criticism of S. Act by, 83; value
of civil and penal provisions of S. Act to, 88;
total bonds purchased compared with all bonds
registered under S. Act, 63. See Private Place-
ments.

INVESTMENT TRUST ISSUES
effect of S. Act on sale of, 35; investment quality
of, 37; number and dollar amount registered
under S. Act, 36; dollar amount of withdrawals
from registration, 36; selling commissions charges
on, 38.

INTRA-STATE ISSUES
See Exemptive Provisions.

ISSUE
defined, 110.


LIFE INSURANCE COMPANIES
See Institutional Investors.

MARKET AND MARKET OUT CLAUSES
See Origination.


*As used in this index, the abbreviation "S. Act"
refers to the Securities Act of 1933, and "S. E. C."
to the Securities and Exchange Commission.
OIL AND GAS INTERESTS
exemptions pertaining to, 93; regulations of S. E. C. affecting, 93-95. See EXEMPTIVE PROVISIONS.

ORIGINATION
Prior to S. Act: mechanics of, 46; basis of selection of originating bankers, 46; investigation of issues by originating bankers, 46; investor reliance on originating banker, 46, 52; unjustified at times, 52; use of "finders," 46; market and market out clauses, 47.
After S. Act: investor reliance on originating bankers, 74; increased size of purchase group, 54; reason for, 54, 75; development of novel originating technique, 55; reduced use of "finders," 55; market or market out clauses, increased use of, 56, 78; typical form used, 56; significance and appraisal of use of, 57.

PEGGING, FIXING AND STABILIZING
appraisal of, 49, 59, 75.

PRECIOUS METAL MINING ISSUES
effect of S. Act on sale of, 35; promotional features of typical issue, 38; investment quality of, 40, 41; costs of distribution of, 41. See REGISTERED SECURITIES, SECURITIES DISTRIBUTION.

PRIVATE PLACEMENTS
amount of, 20, 21, 64; types of securities and issuers, 21, and percentage registered under S. Act, 20; effect of institutional investor on demand for, 61; advantages of, 78; advantages and disadvantages contrasted, 61, 62, 85; volume of, 62, 84. See INSTITUTIONAL INVESTORS.

PROSPECTUS
effect of, on disclosure of investment information, 67; appraisal of advantages and disadvantages of, 67, 68, 74; excessive use of, 83; contents of newspaper, 68, and "tombstone" types, 68.

PUBLIC OFFERING
what constitutes, 114.

"RED HERRING" PROSPECTUS
Description and use of, 58.

REGISTERED SECURITIES
what securities must be registered, 5; total amount of, 23; percentage underwritten by industry, 23; total volume of sales of non-underwritten securities, 23; total amount of and intended use of those not intended for immediate cash sale, 22, 28, 29; amount sold for cash, 24; proposed use of proceeds of, 24, 26, 30; total estimated gross proceeds of by industry, 24, 28, and by types of securities, 24, 29. See EXEMPTIVE PROVISIONS.

REGISTRATION STATEMENT
purpose of, 41; extent purpose accomplished, 80; mechanics of registration, 6; forms used, 11; improvement made in forms, 79; filing fee for, 6; technique of examination of by S. E. C., 11, 12; when effective, 7, 14; amendment of, 14; criticism of letters of deficiency relative to, 79; withdrawal of, 14, 15, 35, 36; use of stop, refusal and withdrawal orders in connection with, 7, 8; use of letters of deficiency in connection with, 10, 13; cost of preparation of, 69; benefits of to public, 64.

REORGANIZATION SECURITIES
See EXEMPTIVE PROVISIONS.

SECURITIES ACT OF 1933
text references to sections of:
Section 2(3), 99, 100, 123; §(11), 115, 116, 125-127.
Section 3, 20, 90, 93; §(a), 6; §(a) (1), 120, 121; §(a) (2), 92; §(a) (3), 93; §(a) (4), 92; §(a) (5), 92; §(a) (6), 92, 104; §(a) (7), 24, 92; §(a) (8), 92, 93; §(a) (9), 95-103, 107; §(a) (10), 24, 95, 103, 105-107; §(a) (11), 97, 98, 107-109, 111; §(b) (6), 93, 98.
Section 4, 6, 20, 90, 112, 119; §(1), 98, 112, 113, 115, 112, 127; §(2), 112, 122, 123, 127; §(4), 96, 97, 102, 103.
Section 5, 17, 88, 89, 111, 123; §(c), 108.
Section 6, 6.
Section 8, 6-8, 10-13, 15, 16, 118; §(a), 6, 7, 63; §(b), 7; §(d), 6-8, 14, 15, 95.
Section 9(a) (2), 75; §(a) (6), 75.
Section 10, 76; §10(a), 67.
Section 11, 17, 18, 77, 78; §11(f), 17.
Section 12, 17, 18, 90; §12(a), 17, 109, 111; §12(2), 17, 76, 78.
Section 17, 17, 18, 89; §17(a), 16.
Section 19, 116; §19(b), 18.

SECURITIES DISTRIBUTION
estimated costs of, 24, 27, 28, 69; amount of additional costs due to registration requirements, 27; gross underwriting spread on bond flotations, 69, and correlation between gross spreads and yields to maturity, 70.

SECURITIES AND EXCHANGE COMMISSION
composition, appointment and salaries of; 3; duties of; 4; divisions of; Legal, 4; Registration, 4, 12; Research, 5; Trading and Exchange, 5; Form and Regulations, 5; Chief Accountant of, 5; Office of Supervisor of Information and Research, 5; hearings and proceedings before, 8; Trial Examiner, duties of, 8; nature and function of report of, 9; authority of to enjoin violations of the S. Act and rules thereunder, 16; investigatory and incidental powers of, 18; attempts of to define trustees' functions, 82; investigation of protective and reorganization committees, 82.

STATE, COUNTY AND MUNICIPAL SECURITIES
need for regulation of, 86.

STOP, REFUSAL AND WITHDRAWAL ORDERS
See REGISTRATION STATEMENT.

SYNDICATION
Prior to S. Act: mechanics of, 47-52; purposes of, 47, 50, 51; types of, 48, 49; speed of, 51, 52;
trading account, use of in, 48, 50, 75, purpose of, 49; extent used, 50; possible weaknesses of, 50; abuse of, 50; losses resulting from use of, 52.

Since S. Act: retailing methods not greatly changed, 58, 59, 74-75; selling group, changes in, 58, 76; use of "red herring" prospectus, 58; retention by purchase group of larger participation of securities for own account, 59; trading account, extent of use of, 50, 75; problem of disclosure of, 75-76. See Waiting Period.

**Trial Examiner**
See Securities and Exchange Commission.

**Underwriting and Distribution**
costs of, 51. See Origination and Syndication.

**Waiting Period**
purpose of, 64; purpose defeated, 77; "beating the gun," 65, 73, 83; as affecting "high pressure" salesmanship, 65, 74; as productive of "bootlegging," 74. See Institutional Investors.