

Today's investor

Buy growth, quality for son's education

Q. I have a son eight years old and I have been buying him some stocks to provide for his college education. I have bought T. Rowe Price Growth Fund and a few shares in Royal Dutch Oil, Shell Oil, Mobil Oil and Atlantic Richfield. I plan on buying a few more shares of one or the

By THOMAS E. O'HARA
Board
Chairman
National
Association of
Investment
Clubs



other each month. Do you think I have a good program?
A. You certainly are a man who knows quality. Each of the securities you are buying is of excellent quality and should continue to gain value at a moderate rate. Since your son is young and will not be

needing the money for nine or 10 years, I would be inclined to put a little more emphasis on growth.

You could do this by putting more of your money, 14 go as high as 80 per cent, in the T. Rowe Price Growth Fund. You are heavy in oils, but I would think these would do well for you over the years.

Q. We have \$60,000, the bulk of our life savings, in corporate bonds. Most are rated A- or better. I would like to buy \$10,000 of a bond that pays 10.00% and \$10,000 of another that pays 10% and is rated A-. My wife is opposed to this change, and I'd like to have your opinion.

A. You don't say so, but I suspect your wife's objection is due to the fact you are trying to get a higher income by lowering the rating of the bonds you hold. I am with you on keeping the quality high, but would go with you to the extent of putting \$5,000 into each of our choices and staying with your present holdings for the balance.

Q. Quite a few years ago when the big hassle about the possible dangers of cigarette smoking first came up, I got scared and sold my stock in the company which made Lucky Strikes. Now it looks like I made a mistake. The company seems to be doing well and is paying a bigger dividend than it did when I sold it.

A. When scare stories come out about companies or industries, some people have a tendency to act quickly and sell their stock. Sometimes that turns out to be a good idea, but more often it pays to make sure you really understand the companies' long-term position and prospects as well as problems before you take action.

The company you owned, American Brands as it is now called, has done very well. While it has lost some of the share of the cigarette market that it held, it still has a stable share and has acquired a number of other companies in the food, distilling, and a miscellaneous group of industries. Its sales have increased in the

last 10 years from \$1.1 billion to over \$4 billion.

Its earnings per share have grown from \$3 to over \$5. Management has worked hard at diversification and seems to have been successful. As you noted, the \$2.50 annualized dividend gives a yield of 4.7 per cent.

When a company has good management and problems arise, as they always do, management goes to work and solves those problems. Sometimes management is not successful, but the better record it has had in the past the more likely it is to continue doing a good job for shareholders.

O'Hara welcomes your questions but will answer them only through this column. He would be pleased to send a complimentary copy of "Better Investing Magazine" or information about Investment Clubs to any reader requesting it. Send 10 cents for postage and write to: Today's Investor, P.O. Box 228, Royal Oak, Mich.

Dear Voters

If you believe in the principles upon which I am running, I will greatly appreciate your vote for Oakland Co. circuit judge. Thoses principles are:



1. No contributions to judges campaigns from practicing attorneys.
2. Remain color blind with regard to all people coming before me.
3. Vigorously protect the constitutional rights of all citizens.
4. Work hard; open the court room on time & keep it open; be fair & honest.

Sincerely

RICHARD A. LENTER
FOR OAKLAND CO. CIRCUIT JUDGE

a paid political advertisement

VOTE FOR
DANIEL W. BARRY
YOUR
DRAIN COMMISSIONER
REPUBLICAN
AUG. 3rd. PRIMARY
15 YEARS
EXPERIENCE!



DANIEL W. BARRY

AS YOUR DRAIN COMMISSIONER —
I BUILT YOUR DRAINS, YOUR SEWAGE INTERCEPTOR
AND YOUR POLLUTION CONTROL FACILITIES!

***** Paid Political Advertisement *****

Don't buy miraculous gimmick

"Starting tomorrow," you announce, reaching for another piece of chocolate cake. "I'm going on a diet."

Do these words sound familiar? There are probably as many reducing schemes as people going on them; there's the body wrap, the grapefruit diet with its magical property of "dissolving" body fat, there's the banana diet, the ten macrobiotic or brown rice diet, the ice cream diet and so on. The Better Business Bureau cautions that these regimens can often leave you nothing but money.

Fad diets all have something in common and it's not magic. It's monetary. Fortunately, consumers who go on these diets soon go off them. They are severely unbalanced because of vitamin and iron deficiencies and can seriously endanger health.

ONE TYPE OF particularly dangerous diet that has been popular in recent years is the high-protein, high-fat, no carbohydrate diet. These diets promise you unlimited amounts of high protein foods, such as meat, eggs and cheese. Beware, however, they warn, of carbohydrates; be they breads, fruits or vegetables.

Again, you "miraculously" lose weight in this deliberately unbalanced diet, not because of what you eat, but because you will eat less. This is because of an abnormal body response called "ketosis."

Ketosis are manufactured routinely as part of the body's metabolic process, but in this diet, they suddenly flood the system. In doing so, they suppress appetite.

PROPER REDUCING is a rather quick and easy, it takes time. It doesn't mean a switch to eating seaweed and kama liver. It means a sensible change from more calories to fewer calories.

Before going on a diet, first see a physician to determine the kind of diet and the amount of exercise that is right for you. The Better Business Bureau prescribes common sense for losing weight and not just losing money. So, reach for low-calorie foods, not chocolate cake.

Your new diet is called "moderation" and it does work.

L. BROOKS PATTERSON IS THE MAN WHO

- ... kept his campaign promise to end plea bargaining in cases involving drug pushers.
- ... tripled the yearly number of criminal jury cases tried by the prosecutor's office.
- ... increased the yearly number of defendants who plead guilty exactly as charged from 67 in 1972 to over 767 in 1975
- ... personally appeared before the United States Supreme Court and argued and won a landmark case which will assist the law enforcement effort nationally.
- ... leads the fight to reform the Michigan Parole System.
- ... prosecuted more than 200 welfare cheaters uncovering more than \$750,000 in welfare fraud in Oakland County.
- ... personally developed a handbook for School Administrators now being circulated in 42 states.
- ... proposed a task force to fight Organized Crime in Oakland County.

THE LIST GOES ON. THE MAN SHOULD TOO
VOTE FOR THE PROSECUTOR . . . FOR PROSECUTOR
AUG. 3rd REPUBLICAN

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CARR FOR CIRCUIT JUDGE

VOTE FOR
ROBERT W. CARR

Circuit Judge
Oakland County



EXPERIENCE COUNTS:

- 17 years as practicing attorney
- Former justice of the peace
- Former assistant prosecutor

A COMMON SENSE APPROACH TO JUSTICE



ELECT **BERNARD L. KAUFMAN**
FOR JUDGE OF OAKLAND COUNTY CIRCUIT COURT

Here's what newspapers in Oakland County said about Bernard L. Kaufman when they endorsed him as "Best Qualified" for Judge, Michigan Court of Appeals in 1974.

DETROIT NEWS
"Kaufman has had wide trial lawyer experience and KAUFMAN has the background to fill the new position well."

UNION LAKE SPINAL COLUMN
"We recommend first consideration to BERNARD L. KAUFMAN... He would bring a positive balance to the court."

OAKLAND PRESS
"We endorse BERNARD L. KAUFMAN... The Appeals Court needs a Judge with KAUFMAN'S background."

2 years ago they couldn't say enough GOOD things about BERNARD L. KAUFMAN... EXPERIENCE counts.

BERNARD L. KAUFMAN

MORE THAN 65 YEARS LEGAL AND JUDICIAL EXPERIENCE

Retain
THORBURN



Judge Thorburn
6 YEAR TERM

An Oakland Circuit Judge since 1963 James S. Thorburn is the Chief Judge of the Oakland County Circuit Court. Judge Thorburn, a University of Michigan Law School graduate and a decorated World War II naval aviator, is past president of the Oakland County Bar Association.

Judge Webster
6 YEAR TERM

Oakland Circuit Judge Robert B. Webster has served as Alternate Presiding and Alternate Chief Judge of the circuit since 1974. A graduate of the National College of the State Judiciary, Judge Webster is past president of the Michigan Court Committee to Revise & Consolidate Michigan Court Rules.

Judge Andrews
2 YEAR TERM

Oakland Circuit Judge Steven N. Andrews, a practicing attorney in the county for 18 years, is past president of the Oakland County Bar Association. Married with three children, Judge Andrews is a graduate of Adrian College, served for eight years as Clawson City Attorney.

OAKLAND CIRCUIT COURT

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