

DOW UP BY 32.04

A Dramatic Recovery Also Lifts Prices on the Amex

28 MAY

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NYTIMES

By JOHN J. ABELE

Stock prices rallied strongly yesterday in a dramatic recovery that carried some leading market indexes to their largest one-day gains in history.

The Dow-Jones industrial average, one of the most closely watched market barometers, soared 32.04 points, to 663.20. It was the biggest one-day gain ever for the average, just topping the advance of 32.03 points, on Nov. 26, 1963, when the market was recovering from the sharp plunge that followed the assassination of President Kennedy.

The stunning upturn erased the average's losses for the two previous sessions and recovered 30 per cent of the 105-point loss over the last month, a period that corresponded with the dispatch of American troops into Cambodia.

Price advances on the New York Stock Exchange outnumbered declines by a margin of almost seven to one—there were 1,312 advances against

Market Summary

Wednesday, May 27, 1970

| | | |
|-------------------------|--------|--------|
| N. Y. Times Industrials | 661.61 | +33.87 |
| N. Y. Times Railroads | 91.77 | % 4.42 |
| N. Y. Times Combined | 376.69 | +19.15 |
| N. Y. S. E. Composite | 39.65 | + 1.96 |
| Standard & Poor's Comp. | 72.77 | + 3.48 |
| Dow-Jones Industrials | 663.20 | +32.04 |

NEW YORK STOCK EXCHANGE

(Volume 17,460,000 shares)

| | Wednesday | Tuesday |
|--------------|-----------|---------|
| Total Issues | 1,629 | 1,632 |
| Advances | 1,312 | 388 |
| Declines | 191 | 1,027 |
| Unchanged | 126 | 217 |
| New Highs | 3 | 2 |
| New Lows | 300 | 943 |

ODD-LOT TRANSACTIONS

Tuesday, May 26, 1970

| | | |
|----------|-------------|-------------|
| Purchase | Short Sales | Total Sales |
| 615,172 | 24,216 | 604,776 |

191 declines — as volume climbed up to 17.46 million shares, second highest of the year, from 17.03 million shares on Tuesday.

On the American Stock Exchange shares turned in their best performance in almost eight years as the market's price-change indicator climbed 0.60 to 19.96, the largest daily rise since the index was started on Oct. 1, 1962. Turnover at 5,887,105 shares was the highest this year and up from 5,523,810 shares on Tuesday.

There was no specific news to trigger the rally, although some brokers found encouragement in last night's dinner meeting of President Nixon and his economic advisors with a group of leading businessmen.

"At long last, the Administration is beginning to realize the seriousness of the decline in the stock and bond markets," one broker said.

Many Wall Street analysts were inclined to view the recovery as essentially technical in nature, a normal rebound from the heavy pounding that stocks have taken in the last week. In the six preceding sessions, they noted, the Dow-

Continued on Page 54, Column 3

Continued From Page 51

Jones industrial average fell 71.65 points.

But the dimensions of the upturn surprised many professionals, who had been expecting, at most, a modest advance to stem the steady slide in stock prices that has been going on for 18 months. The crucial question now, they said, is whether the rally will hold or evaporate under renewed selling pressure.

Other market indicators also posted unusually strong advances. The exchange's composite index jumped 1.96 points, to 39.65; the New York Times combined average soared 19.15 points, to 376.69, and Standard & Poor's 500-stock index advanced 3.48 points, to 72.77.

Yesterday's rally began at the opening bell and continued unabated until the closing bell, gathering additional momentum as it went along. The Dow-Jones average was up 13.62 points at 11 o'clock, 18.28 points at noon, 20.67 points at 1 o'clock, 21.09 points at 2 o'clock and 31.76 points at 3 o'clock.

The ability of prices to hold their early gains attracted additional buying interest, particularly in the period between 2 and 3 o'clock. Shortly after 2 P.M., news wires carried reports on a speech here by Secretary of Commerce Maurice H. Stans in which he said there was "no justification" for the recent slide in stock prices and that gloomy concerns about the economy "will look awfully silly 12 months from now."

All in Dow Rise

The strength of the recovery was reflected in the fact that 80 stocks posted gains of 3 points or more. All of the 30 components in the Dow-Jones industrial average rose. The largest winners were du Pont, up 4½, to 104¾; Westinghouse, up 4⅞, to 58¼; Procter & Gamble, up 4, to 44; Eastman Kodak, up 3⅝, to 61; and Sears, Roebuck, up 2⅛, to 54½.

Glamour stocks that have been heavily battered in recent selling posted the largest gains of the day. Some observers noted that many of these issues were firm during Tuesday's setback and said this contributed to the buying confidence of