

March 1, 1926. The payment of this debt is guaranteed by some of applicants' stockholders. The company asks permission to issue and sell stock at par to pay such indebtedness.

It further asks permission to issue and sell stock at par to refund its outstanding bonds and provide itself with working capital. The company has outstanding \$175,000.00 of seven percent bonds. The mortgage securing the payment of the bonds requires the company to deposit on February 1, 1926, and on the first day of each month thereafter until all of the bonds have been paid, the sum of \$900.00. The money so deposited must be used by the trustee to redeem bonds at not exceeding 105 and accrued interest.

Applicant reports that Chas. T. B. Jones is its president and that he intends to acquire all of the stock which it will issue and that he will pay par for such stock and make the payments in cash.

The Commission having considered applicant's request and being of the opinion that the money, property or labor to be procured or paid for by applicant through the issue of \$30,000.00 of seven percent cumulative preferred stock and \$30,000.00 of common stock is reasonably required by applicant and that applicant should be permitted to issue and sell such stock, subject to the provisions of this order.

IT IS HEREBY ORDERED that Davies Warehouse Company be, and it is hereby, authorized to issue and sell for cash on or before November 30, 1926, at not less than par \$30,000.00 of its seven percent cumulative preferred stock and \$30,000.00 of its common stock and use the proceeds obtained from the sale of such stock to pay the \$35,000.00 due the Hammond Lumber Company, to meet sinking fund payments that may become due and payable during 1926, and to provide itself with working capital.

IT IS HEREBY FURTHER ORDERED that the Davies Warehouse Company shall keep such record of the issue and sale of the stock herein authorized and of the disposition of the proceeds as will enable it to file on or before the 25th day of each month a verified report, as required by the Railroad Commission's General Order No. 24, which order insofar as applicable, is made a part of this order; and that the authority herein granted shall not become effective until applicant has collected all amounts due from its stockholders, nor until applicant has filed with the Commission a statement verified by the secretary of Davies Warehouse Company showing that all of said amounts have been collected by said company.

DATED at San Francisco, California, this 19th day of February, 1926.

H. B. Brundage
C. S. ...
Leon ...

Commissioners.