

Decision No 40891

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)	
ASSOCIATED TELEPHONE COMPANY, LTD.	=	
for an Order authorizing it to issue)	
and sell 150,000 shares of its	=	
Cumulative Preferred Stock, \$20 Par)	
Value, _____%, 1947 Series, and	=	Application
\$6,000,000 First Mortgage Bonds,)	No. 28770
Series D, _____%, Due November 1, 1977,	=	(Second Supplemental)
and to issue and deliver to Security-)	
First National Bank of Los Angeles, as	=	
Trustee, an Indenture supplemental to)	
the existing indenture securing said	=	
company's bonded indebtedness.)	
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SECOND SUPPLEMENTAL ORDER

The Commission, by Decision Nos. 40822, dated October 21, 1947, and 40865, dated October 28, 1947, authorized Associated Telephone Company, Ltd. (hereinafter called the "Applicant"), among other things, to issue and sell 150,000 shares of its Cumulative Preferred Stock, \$20 Par Value, _____%, 1947 Series (hereinafter referred to as the "Stock"), and \$6,000,000 principal amount of its First Mortgage Bonds, Series D, _____%, Due November 1, 1977, (hereinafter referred to as the "Bonds"), and to execute a Supplemental Indenture to be dated November 1, 1947, such authority to sell said Stock and said Bonds to become effective when the Commission shall have entered a supplemental order or orders fixing the price at which the Applicant may sell said Stock and said Bonds and when said Company shall have paid the fee prescribed by Section 57 of the Public Utilities Act. Applicant has paid said fee.

By its Third Supplemental Application filed today, said Company has advised the Commission that it has duly published its invitation for sealed written bids for the purchase of said Stock and of said Bonds. The Company reports that it received no bids for said Stock.

Applicant accepted the bid of the group represented by White, Weld & Co. for said Bonds, which bid fixed 3-1/8% per annum as the interest rate on the Bonds and 101.089% of principal on the Bonds, plus accrued interest from November 1, 1947, to the date of payment and delivery, as the purchase price of the Bonds. Applicant asks permission to sell said Bonds at that price.

With its Third Supplemental Application, Applicant filed the proposed final form of the Supplemental Indenture to be dated November 1, 1947, and requests the Commission to approve said Supplemental Indenture in said form. The redemption prices will be inserted in said Supplemental Indenture prior to its execution.

Applicant has also requested authority to issue and sell and deliver temporary bond certificates under the same terms and conditions as those under which it is authorized to issue and sell definitive certificates for said Bonds.

The Commission having considered Applicant's requests and believing that the same should be granted, therefore,

IT IS HEREBY ORDERED that the Applicant may issue and sell \$6,000,000 principal amount of its First Mortgage Bonds, Series D, 3 1/8%, Due November 1, 1977, at an interest rate of 3-1/8% per annum and at a price of 101.089% of the principal

amount thereof, plus accrued interest from November 1, 1947, to the date of payment and delivery.

IT IS HEREBY FURTHER ORDERED that the Supplemental Indenture to be executed by the Company may be in, or substantially in, the same form as the supplemental indenture filed with said Third Supplemental Application.

IT IS HEREBY FURTHER ORDERED that pending the preparation and delivery of definitive bond certificates, Applicant may issue, sell and deliver temporary bond certificates representing said \$6,000,000 principal amount of said Bonds under the same terms and conditions as those under which it is authorized to issue and sell definitive certificates for said Bonds with appropriate variations as to form.

Dated at San Francisco, California, this 12th day of November, 1947.

Harold P. Kula
Justus F. Lauer
John H. Russell
G. E. Drussard

Commissioners