

Decision No. 44294

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of)
 Associated Telephone Company, Ltd., :
 for authority to issue and sell)
 125,000 shares of its Cumulative :
 Preferred Stock, \$20 Par Value, 5%)
 1947 Series, and 125,000 shares of :
 its Common Stock, \$20 Par Value,)
 without competitive bidding. :
 -----)

Application
 No. 31406
 (First Supplemental)

FIRST SUPPLEMENTAL ORDER

By Decision No. 44272, dated June 7, 1950, the Commission exempted from competitive bidding a proposed issue by Associated Telephone Company, Ltd. of 125,000 shares of Cumulative Preferred Stock, \$20 Par Value, 5% 1947 Series, and authorized the company to issue and sell said shares, on or before July 31, 1950, at a price to be fixed by the Commission in a supplemental order.

In its first supplemental application, applicant reports that it proposes to enter into a Stock Purchase Agreement providing for the sale of 50,000 of said shares to a group of underwriters at \$20.45 per share, plus accrued dividends, and the granting to said underwriters of an option for a period of 90 days to purchase the remaining 75,000 shares at \$20.55 per share, plus accrued dividends, the public offering in both cases to be at a price of \$21.50 per share, plus accrued dividends. The company asks the Commission to make a supplemental order authorizing the sale of said shares of stock at these prices.

The Commission has considered the matter and is of the opinion that the request should be granted; therefore,

IT IS HEREBY ORDERED that Associated Telephone Company, Ltd., after the date hereof and on or before October 31, 1950, may issue and sell the 125,000 shares of preferred stock authorized by Decision No. 44272, dated June 7, 1950, in accordance with the terms and provisions of the Stock Purchase Agreement, filed with the first supplemental application in this proceeding, at a price of \$20.45 per share, plus accrued dividends, as to 50,000 of said shares, and at a price of \$20.55 per share, plus accrued dividends, as to 75,000 of said shares which are subject to option, for the purposes stated in the application.

IT IS HEREBY FURTHER ORDERED that the authority granted by this first supplemental order is effective upon the date hereof.

Dated at Los Angeles, California, this 13th day of June, 1950.

A. E. Anderson
Justus F. Calver
James F. Quinn
Harold P. Kild
Herbert P. Potter
Commissioners