

	<u>May 31, 1949</u>	<u>May 31, 1950</u>	<u>Net changes</u>
<u>Assets</u>			
Organization expense	\$ 873.68	\$ 873.68	\$ - -
Fixed assets	64,672.05	65,696.78	1,024.73
Inventories	12,702.28	26,479.39	13,777.11
Cash and other current assets	<u>14,192.55</u>	<u>25,175.22</u>	<u>10,982.67</u>
Total	<u>\$92,440.56</u>	<u>\$118,225.07</u>	<u>\$25,784.51</u>
<u>Liabilities</u>			
Common stock	\$45,000.00	\$ 45,000.00	\$ - -
Preferred stock	- -	15,400.00	15,400.00
Notes payable	19,703.80	21,953.15	2,249.35
Current liabilities	23,578.73	17,578.23	(6,000.50)
Reserve for depreciation	5,566.04	13,595.28	8,029.24
Surplus	<u>(1,408.01)</u>	<u>4,698.41</u>	<u>6,106.42</u>
Total	<u>\$92,440.56</u>	<u>\$118,225.07</u>	<u>\$25,784.51</u>

The foregoing financial statement indicates that in making provision for working capital applicant, during the twelve months period, issued \$15,400 of preferred stock, incurred indebtedness and drew upon its earnings. Among other things, applicant reports that it is indebted in the amount of \$1,200 to Charles L. Madsen, one of its employees, who has signified his willingness to accept stock in satisfaction of the amount, instead of cash.

It appears that applicant, among other things, had need for the funds represented by its liabilities to provide working capital to improve and maintain its service, and accordingly it is proper at this time to authorize it to issue stock, as now requested, to pay indebtedness incurred for this purpose. Applicant reports that in its opinion during the coming year it will require the continuing investment of equally large sums in its inventories and working assets.

O R D E R

The Commission having considered the above entitled matter, and being of the opinion that a public hearing thereon is

not necessary; that the application should be granted, as herein provided; that the money, property or labor to be procured or paid for through the issue of the stock herein authorized is reasonably required by applicant for the purpose specified herein; and that such purpose is not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS HEREBY ORDERED as follows:

1. Soledad Warehouse Co., after the effective date hereof and on or before February 28, 1951, may issue not exceeding \$1,200 par value of its common stock in payment of indebtedness due Charles L. Madsen.

2. Applicant shall file with the Commission a report, or reports, as required by General Order No. 24-A, which order, insofar as applicable, is made a part of this order.

3. The authority herein granted will become effective twenty (20) days after the date hereof.

Dated at San Francisco, California, this 28th day of November, 1950.

R. Z. [Signature]
Walter J. [Signature]
[Signature]
[Signature]
[Signature]
Commissioners