

ORIGINAL

Decision No. 64491

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of MARKET WHOLESale
GROCERY CO., a corporation, for
an order authorizing the
issuance of 5,031 shares of
its \$25.00 par value preferred
stock

Application No. 44854
Filed October 10, 1962

OPINION AND ORDER

Market Wholesale Grocery Co., applicant herein, is a California corporation engaged in the wholesale distribution of grocery items and, to a limited extent, in a quick freezing and cold storage business in Fresno and Glendale. In this application it seeks authorization to issue and sell, at par, 5,031 shares of its 6% cumulative preferred stock of the par value of \$25 each, and of the aggregate par value of \$125,775, for the purpose of liquidating indebtedness and of augmenting its working capital.

The company's financial statements filed with the application show, for the eight months ended August 31, 1962, revenues from its sales operations in the amount of \$34,545,503 and from its other operations in the amount of \$537,726, with net income from all sources of \$185,836. The statements further show current assets as of August 31, of \$9,909,867, with current liabilities of \$7,446,872.

A review of the application and the statements indicates that applicant's operations are sufficient to enable it to meet the dividend requirements on the proposed issue of preferred shares and that the company has need for funds to implement its working capital position. We find that a public hearing is not necessary in this proceeding; that the application should be granted; and that the money, property or labor to be procured or paid for by the issue of the stock herein authorized is reasonably required for the purposes specified herein, which purposes are not, in whole or in part, reasonably chargeable to operating expenses or to income; therefore,

IT IS ORDERED that -

1. Market Wholesale Grocery Co., on or after the date hereof and on or before June 30, 1963, may issue and sell not to exceed 5,031 shares of its preferred stock, at not less than the par value of \$25 a share, and use the proceeds to implement its working capital and to pay outstanding indebtedness.

2. Market Wholesale Grocery Co., a corporation, 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 shall become effective on the date hereof.

Dated at San Francisco, California,
this 7th day of November, 1962.

George F. Grover
President

W. E. Mitchell

E. J. Foy

Robert W. Ray

Fredrick B. Hallock
Commissioners