

Decision No. 80575

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

APPLICATION OF)
 MOBILFONE, INC., for)
 AN ORDER AUTHORIZING IT TO)
 INCUR CERTAIN INDEBTEDNESS)

Application No. 53598
 (Filed September 22, 1972)

O P I N I O N

Mobilfone, Inc. seeks authority to issue a \$16,000 promissory note to provide, in part, the purchase price for the reacquisition of approximately 31.9% of its outstanding 2,660 shares of \$10 par value common stock.

The company reports that over a period of many years constant dissension has existed with a group of minority shareholders, and that the problem would be resolved by means of the proposed reacquisition.

Applicant proposes to reacquire 849 shares of its \$10 par value common stock for \$20,000, of which \$4,000 would be payable in cash and \$16,000 would be evidenced by a promissory note repayable in monthly installments of \$400 or more, including interest at the rate of 5% per annum.

After consideration the Commission finds that: (1) the proposed note is for a proper purpose; (2) the money, property or labor to be procured or paid for by the issue of the note herein authorized is reasonably required for the purpose specified herein; and (3) such purpose is not, in

whole or in part, reasonably chargeable to operating expenses or to income. On the basis of these findings we conclude that the application should be granted. A public hearing is not necessary.

The authorization herein granted shall not be construed as a finding of the value of the stock to be reacquired.

O R D E R

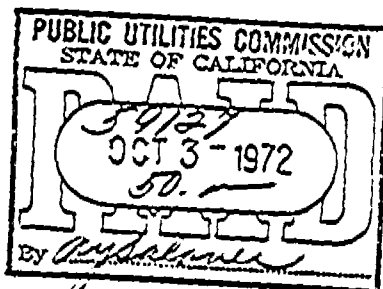
IT IS ORDERED that:

1. Mobilfone, Inc., on or after the effective date hereof and on or before December 31, 1972, for the purpose set forth in the application, may issue a promissory note in the principal amount of not exceeding \$16,000, which note shall be in substantially the same form as that attached to the application as Exhibit A 1 to Exhibit C.

2. Mobilfone, Inc. shall file with the Commission the report required by General Order No. 24-B, which order, insofar as applicable, is hereby made a part of this order.

3. This order shall become effective when Mobilfone, Inc. has paid the minimum fee prescribed by Section 1904(b) of the Public Utilities Code, which fee is \$50.

Dated at San Francisco, California, this
2nd day of OCTOBER, 1972.



Yemon L. Spurgeon
President
William J. ...
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...
Commissioners