

TELEGRAM

OFFICIAL BUSINESS—GOVERNMENT RATES

Mr. Joseph P. Kennedy
Room 4437
30 Rockefeller Plaza
New York, New York

FROM _____

BUREAU _____

CHG. APPROPRIATION Securities & Exchange

Commission

U. S. GOVERNMENT PRINTING OFFICE: 1933 10-1723

Straight Wire

November 16, 1934

Companies used with gross proceeds registration fee legal and accounting expenses follow Edison Electric Company first issue thirty five million dollars registration thirty five hundred legal seventy five hundred accounting twenty thousand Edison Electric Notes second issue gross twenty million legal seventy five hundred accounting twelve thousand Central States Power and Light Debentures gross six million legal twenty five hundred accounting fifteen hundred Northern Power Refunding Mortgage gross ten million legal thirty thousand accounting seventy six thousand five hundred American Water Works Collateral Trust Bonds gross fifteen million legal ninety thousand accounting seventy two thousand Mathieson Alkali Works common stock gross six million two hundred thirty two thousand eight hundred thirty legal ten thousand accounting ten thousand Christian Moerlein Brewery Company common stock gross five million seven hundred fifty thousand legal five thousand accounting no accounting expenses filed National Distillery common gross sixteen million eight hundred fifty thousand legal fifty thousand accounting forty five thousand

TELEGRAM

OFFICIAL BUSINESS—GOVERNMENT RATES

FROM _____

BUREAU _____

CHG. APPROPRIATION Securities & Exchange

Commission

U. S. GOVERNMENT PRINTING OFFICE: 1925 10-1723

Joseph P. Kennedy Page 2

Distillers and Brewers Corporation of America gross six million three hundred twenty five thousand legal fifteen thousand accounting and other fees twelve thousand five hundred Abba Gold Mining Corporation gross five million legal fifteen hundred accounting and other fees one thousand STOP thus seen five bond issues five stock issues used only one mining issue used STOP only ten issues were used in all and only one of these a speculative mining venture STOP aggregate registration fees for ten registrations was thirteen thousand five hundred which when added to two hundred nineteen thousand legal fees above and two hundred fifty thousand two hundred accounting et cetera totals four hundred ~~eighty~~ ~~thousand~~ two thousand seven hundred which is thirty eight one hundredths of one percent of gross proceeds of one hundred twenty six million two hundred thousand dollars STOP of course quote registration costs of sound financing on old companies runs into hundreds of thousands of dollars unquote in American Water Works it amounted to one hundred sixty two thousand dollars as above indicated plus three thousand registration a total of one and one tenth percent of the gross proceeds which is by far the largest STOP in the case of Boston Edison an issue whose financing was three and one half times American Water Works registration legal and accounting was fifty two thousand five hundred or one tenth of one percent of the gross the chief difference being in the legal expense STOP writer evidently did not hear or read speech or he would

TELEGRAM

OFFICIAL BUSINESS—GOVERNMENT RATES

Joseph P. Kennedy

Page 3

FROM _____

BUREAU _____

CHG. APPROPRIATION Securities & Exchange

Commission

U. S. GOVERNMENT PRINTING OFFICE: 1925 10-1723

have known the figure was based on study of ten registrations and not all registrations as he states STOP he also should have known that the twenty day period was described as the actual time required to clear fifty five million dollars of financing of Edison Electric Illuminating Company and did not refer to quote equities unquote STOP comment on comparison of new issues with a period following the banking crises is matter of opinion

J. A. Fayne