

38 FIRMS OFFER 2 NEW OIL ISSUES

**\$25,000,000 of Standard of
California Debentures and
\$15,000,000 of Notes**

TO RETIRE 2.15% NOTES

**2 $\frac{3}{4}$ % Debentures Priced at
102 $\frac{1}{2}$ and the Other
Securities at 99 $\frac{3}{4}$**

A syndicate of thirty-eight underwriting houses headed by Dillon, Read & Co. will offer today two new issues of securities of the Standard Oil Company of California, aggregating \$40,000,000. One, an issue of \$25,000,000 of 2 $\frac{3}{4}$ per cent debentures, due on Aug. 1, 1966, will be offered at 102 $\frac{1}{2}$ and accrued interest. The other will consist of \$15,000,000 of serial notes, due \$1,500,000 each on Aug. 1, 1946 to 1955, and bearing interest at rates ranging from 1.05 to 2.20 per cent, priced at 99 $\frac{3}{4}$.

According to the prospectus, the underwriting commissions on the debentures amount to 1 $\frac{3}{4}$ per cent, or \$437,500, and on the notes, for all maturities, three-quarters of 1 per cent, or \$112,500. There is an additional expense, which is to be paid by the company, amounting to \$215,002 in connection with the financing.

To Retire \$25,000,000 Notes

The company will use part of the funds to retire \$25,000,000 of 2.15 per cent installment notes, and will add the remainder of the proceeds to its general funds, to be available for such purposes as the installation of new refining equipment, expansion of transportation facilities, the financing of development and exploration and similar capital expenditures.

It is stated that a sinking fund will be provided for the retirement of \$1,500,000 of the debentures on each Aug. 1, beginning in 1956, by drawings by lot at par. In addition to sinking fund provisions, the debenture issue is callable as a whole or in part by lot at any time on thirty days' notice at 104 $\frac{1}{2}$ in the first four years and at decreasing premiums thereafter.

On completion of this financing the company will have no other funded debt. The company has no preferred stock, and its common capitalization consists of 13,003,953 shares.

The Underwriting Group

Associated with Dillon, Read & Co., as underwriters are Baker, Watts & Co.; Bankamerica Company, Blair & Co., Inc.; Blyth & Co., Inc.; Alex. Brown & Sons, Brush, Slocumb & Co.; Davis, Skaggs & Co., Elworthy & Co.; Ferris & Hardgrove, The First Boston Corporation, Glore, Forgan & Co.; Goldman, Sachs & Co.; Hemphill, Fenton & Campbell, Inc.; Hemphill, Noyes & Co.; E. F. Hutton & Co.; Kaiser & Co., Kidder, Peabody & Co.; Kuhn, Loeb & Co.; W. C. Langley & Co., Lee Higginson Corporation, Lehman Brothers, Laurence M. Marks & Co., Mellon Securities Corporation, Mitchum, Tully & Co.; Morgan Stanley & Co., Inc.; F. S. Moseley & Co., Pacific Company of California, Riter & Co., L. F. Rothschild & Co., Schwabacher & Co., Shields & Co., Smith, Barney & Co.; William R. Staats Co., Tuck-er, Anthony & Co.; Union Securities Corporation, Weeden & Co., and Dean Witter & Co.