

AMERICAN AIRLINES, INC.  
NEW YORK MUNICIPAL AIRPORT  
NEW YORK, N. Y.

October 11, 1940

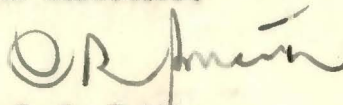
From: C. R. Smith  
To: The Directors

Some months ago we applied to the Reconstruction Finance Corporation for a commitment, optional on our part, for the financing of a portion of the capital expenditures to be made by the company on account of the purchase, for future delivery, of 30 DC-4 Douglas airplanes.

A commitment has been received from RFC, on the following basis:

Total amount	Approximately \$3,500,000.00
Percentage	75% of the value of the aircraft to be purchased
Repayment	Over a total period of 6 years
Interest rate	3% per annum

A further report of this matter will be made at the next meeting of the Board of Directors.

  
C. R. Smith  
President

