

Summary of the Minutes of a Regular Meeting
of the Board of Directors of American Airlines, Inc.
held July 18, 1951

There were present at the meeting Directors Ames, Benedict, Bruce, Carter, Cheston, Conroy, Douglas, Farley, Jackson, Mosier and Smith.

1. The minutes of the previous meeting held June 20, 1951 were approved.
2. The Treasurer presented and explained financial statements of the corporation.
3. A report was submitted, showing that management had approved since the last meeting of the directors capital expenditures totaling \$246,415 for the corporation and \$1,990 for American Airlines de Mexico, S. A.

The President and any Vice President were authorized to enter into contracts for the purchase of six DC-6A airfreighters at a purchase price of approximately \$6,800,000.

4. The regular quarterly dividend was declared on the corporation's \$3.50 Cumulative Convertible Preferred Stock, payable September 1, 1951 to stockholders of record on August 15, 1951.
5. The Directors approved the action of the officers in consenting to the issuance of an order by the Civil Aeronautics Board setting a permanent and fixed mail rate for the period April 7, 1948 to January 1, 1951 at 63 cents per ton mile, and from January 1, 1951 until further notice at 45 cents per ton mile.
6. The Treasurer reviewed the funding provisions of the Retirement Benefit Plan and recommended the Directors consider converting the existing group annuity contract with John Hancock Life Insurance Company to a deposit administration policy supplemented by a pension trust.
7. The Chairman stated that a report on the negotiations would be presented to the Finance Committee prior to the monthly meeting of September and would then be presented to the Directors for approval.
8. In connection with the sale of all of the stock of Manhattan Air Terminals, Inc. to the Triborough Bridge and Tunnel Authority, the President or any Vice President was authorized to endorse and deliver the certificate thereof pursuant to the agreement of sale.
9. Miss Carlene Roberts was elected a vice president of the corporation.