

American Airlines, Inc.

Agenda for Special Directors' Meeting  
June 12, 1945

- ✓1. Executive session.
- ✓2. Reading of the minutes of the Regular Directors' Meeting of May 16, 1945 (see Pages 1-2).
- ✓3. Presentation of financial statements of the corporation as of April 30, 1945.
- ✓4. Request for approval of capital authorizations:
  - (a) Those authorized since the last Directors' meeting.
  - (b) Engineering changes on 28-passenger DC-3's -- \$26,300.
- ✓5. Report on passenger, mail, freight and express traffic -- May 1945 (see Page 3).
- ✓6. Report on acquisition of aircraft (Lockheed Constellations).
- ✓7. Consideration of lease covering house in Washington, D. C.
- ✓8. Request for approval of supplemental airport lease -- Los Angeles.
- ✓9. Request for approval of renewal airport lease -- St. Louis.

Summary of the Minutes of the Regular Meeting  
of The Board of Directors of American Airlines, Inc.  
Held May 16, 1945

There were present at the meeting: Directors Ames, Benedict, Butler, Damon, Evans, Farley, Hovey, Kemp, Mosier and Rheinstrom.

1. The minutes of the previous meeting held April 19, 1945 were approved.
2. The Treasurer presented and explained financial statements for the month of March 1945.
3. Capital expenditures amounting to \$55,203.00 which had been authorized by the management were approved and, in addition, the directors approved in advance the following proposed expenditures:

Additional inventory of spare engines, accessories, and parts necessary to perform standard overhaul and line maintenance servicing.	\$165,194.13
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Installation of plane meal kitchen facilities in building at 87-02 23rd Avenue, Jackson Heights, New York	84,843.00
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Equipment for installation of airplane meal research kitchen	5,775.55
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4. The Chairman presented for the information of the directors a list of bank accounts maintained by the corporation as of April 30, 1945.
5. Mr. Damon reported developments with respect to increasing the size of the corporation's aircraft fleet and discussed certain considerations which may make it desirable to purchase rather than lease additional DC-3 type aircraft.  
  
Mr. Damon reported on the anticipated dates of delivery of Douglas DC-4's and DC-6's ordered by this corporation and the possible dates of delivery of Lockheed Constellations if an order should be placed for this type of aircraft. The directors authorized the management, in their discretion, to purchase up to 20 Lockheed Constellations, including spare equipment, for not to exceed \$13,500,000.
6. Mr. Rheinstrom presented a comparative report on passenger, mail, express and air freight traffic for the month of April 1945 and for the year to date.

7. A limited power of attorney was given to Raul G. Veramendi, Treasurer of American Airlines de Mexico, S. A., to represent American Airlines, Inc., in Mexican tax matters.
8. Mr. Hugh Smith reported on the performance of services under the corporation's overseas military contract with the United States Government.
9. Mr. Rheinstrom reported the employment of Mr. Francis Miller to direct sales training for the company.
10. Messrs. Hale and Jacob reported the status of the pending order of the Civil Aeronautics Board to show cause why air mail rates should not be reduced from 60¢ to 32¢ per ton-mile.
11. The President was authorized and instructed to transmit to General C. R. Smith, former President of this corporation, a letter in the form approved by the directors inviting General Smith to return to American Airlines, Inc., as its chief executive officer.

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Passenger, Mail, Express and Airfreight Traffic Statistics

May, 1945

	<u>May</u> <u>1945</u>	<u>May</u> <u>1944</u>	<u>% Increase</u> <u>or Decrease</u>	<u>5 Months</u> <u>1945</u>	<u>5 Months</u> <u>1944</u>	<u>% Increase</u> <u>or Decrease</u>
<u>Passengers</u>						
Revenue Miles Flown in Passenger Service	3,816,633	2,706,621	41.0	16,869,901	11,300,492	49.3
Revenue Miles Flown-Total	4,031,649	2,847,839	41.6	17,865,678	11,987,587	49.0
Revenue Passengers Carried	112,653	76,360	47.5	459,770	313,655	46.6
Revenue Passenger Miles Flown	67,549,003	47,977,772	40.8	284,539,639	190,547,597	49.3
Seat Miles Operated	74,230,745	53,220,123	39.5	320,862,749	215,829,930	48.7
Passenger Load Factor	91.0%	90.1%		88.7%	88.3%	
Average Haul per Passenger	600	628		619	608	
<u>Mail</u>						
Tons Carried	Not Avail.	1,381		Not Avail.	6,498	
Ton-Miles Flown	1,266,169	894,238	41.6	5,938,202	4,098,229	44.9
<u>Express</u>						
Tons Carried	Not Avail.	743		Not Avail.	3,895	
Ton-Miles Flown	503,404	366,211	37.5	2,554,677	1,850,442	38.1
<u>Airfreight</u>						
Tons Carried	Not Avail.	-		Not Avail.	-	
Ton-Miles Flown	244,606	-		673,514	-	
<u>Payload</u>						
Average Revenue Payload Carried	Not	4,166		Not	4,131	
Weight Load Factor	Avail.	80.7%		Avail.	81.7%	