

AMERICAN AIRLINES, INC.
100 Park Avenue
New York 17, N. Y.

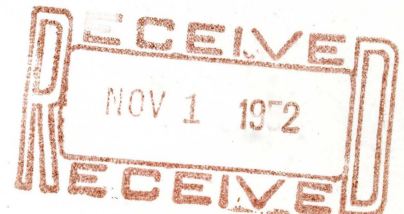
October 31, 1952

TO THE DIRECTORS OF AMERICAN AIRLINES, INC.:

I am attaching a copy of the draft of the minutes of the Board of Directors' meeting held October 15, 1952.

A stamped addressed envelope is enclosed for your convenience in returning the minutes with your comments.

W. H. Johnson, Jr.
Secretary



MINUTES OF A REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
AMERICAN AIRLINES, INC.

A regular meeting of the Board of Directors of American Airlines, Inc. was held in the Board of Directors' Room located on the Seventh Floor of 100 Park Avenue, New York, New York, on Wednesday, October 15, 1952, at 10:30 o'clock a.m., Eastern Standard Time, pursuant to due notice to all of the Directors of the corporation in accordance with the By-Laws.

There were present at the meeting:

- Harold T. Ames
- Harry E. Benedict
- James Bruce
- Edward H. Butler
- Amon G. Carter
- Charles Cheston
- Thomas Conroy
- Silliman Evans
- John W. Farley
- James Jackson
- A. N. Kemp
- O. M. Mosier
- Edgar M. Queeny
- C. R. Smith

being a quorum of the Board of Directors

As hereinafter noted, Director Bruce entered the meeting after it had been called to order.

Also present at the request of the Directors were W. J. Hogan, Vice President and Treasurer, C. W. Jacob, Vice President, R. E. S. Deichler, Vice President, G. C. VanNostrand, Vice President and General Manager of American Airlines de Mexico, and Malcolm A. MacIntyre of General Counsel for the corporation.

Directors Douglas, Fisher and Miller were unable to attend the meeting.

The President presided and the Secretary kept the records of the meeting.

1. The Secretary stated that the minutes of the previous meeting held September 17, 1952 had been mailed to each Director and presented a summary of action taken at such meeting. Upon motion duly made and seconded, the minutes of the September meeting were approved.

2. The Treasurer presented and explained financial statements of the corporation as of September 30, 1952.

3. The Treasurer presented and explained a statement of capital expenditures authorized by the management since the last meeting of the Board of Directors, totaling \$268,613. for the corporation and \$10,079. for American Airlines de Mexico, S. A. Mr. Bruce entered the meeting at this point and thereafter participated in the meeting.

4. The Chairman brought up for consideration action with respect to the declaration of the regular quarterly dividend on the corporation's outstanding \$3.50 Cumulative Convertible Preferred Stock which would become due and payable on December 1, 1952.

The Treasurer presented to the meeting a certification, the original of which is attached to these minutes, showing that the surplus available for such dividends as of September 30, 1952 was \$36,820,412, of which \$6,313,784. was capital surplus and \$30,506,628. earned surplus, both of which in the opinion of counsel are available for dividends.

After discussion the following resolutions were adopted:

BE IT RESOLVED, that a dividend of \$0.875 per share shall be declared and is hereby ordered paid upon the outstanding \$3.50 Cumulative Convertible Preferred Stock of this corporation, such dividend to be payable December 1, 1952 to stockholders of record at the close of business on November 14, 1952; and be it further

RESOLVED, that the Treasurer of this corporation shall be and hereby is instructed to deposit with The Chase National Bank of the City of New York, Dividend Disbursing Agent of this corporation, on or before December 1, 1952 the moneys required to pay the dividend hereby ordered paid

on said date on the outstanding \$3.50 Cumulative Convertible Preferred Stock of this corporation, and The Chase National Bank of the City of New York as such Dividend Disbursing Agent be authorized and instructed to disburse said dividend to the holders of the said outstanding \$3.50 Cumulative Convertible Preferred Stock of this corporation entitled to receive the same in accordance with the provisions of this resolution.

5. The Chairman next brought up for consideration the declaration of a dividend on the corporation's \$1 par value Common Stock and recommended payment during the month of November of a dividend of 25¢ per share.

The Treasurer presented to the meeting a certification, the original of which is attached to these minutes, showing that as of September 30, 1952, the total earned surplus was \$30,506,628, of which \$20,034,396. was available for dividends on the Common Stock.

After discussion the following resolutions were adopted:

RESOLVED that a dividend of \$0.25 per share is hereby declared and ordered paid upon the outstanding Common Stock of this corporation, such dividend to be payable November 20, 1952 to the holders of the Common Stock of record at the close of business on November 5, 1952; and be it further

RESOLVED that the Treasurer of this corporation be and is hereby instructed to deposit with the Schroder Trust Company, as Dividend Disbursing Agent, on or before November 20, 1952, the moneys required to pay the dividend hereby declared upon the Common Stock of the corporation payable on said date, and that Schroder Trust Company, as such Dividend Disbursing Agent, shall be and is hereby instructed to disburse the dividend upon the outstanding Common Stock of this corporation to the stockholders entitled to receive the same in accordance with the foregoing resolution.

6. The Secretary reviewed the provisions of a lease agreement which had been negotiated between the corporation and the City of Buffalo providing for the rental of space at the Buffalo Airport in the Terminal Building, the Maintenance and Fleet Service Building and the Tank Farm Area. Whereupon after discussion and on motion duly made and seconded, it was unanimously

RESOLVED that the proper officers of the corporation be and they hereby are authorized to execute a lease agreement with the City of Buffalo providing for the rental at the Buffalo Airport of 6,038 sq. ft. of space in the basement and first three floors of the Terminal Building, 2,445 sq. ft. of space in the Maintenance and Fleet Service Building and 2,400 sq. ft. of space in the Tank Farm area, for a five year term at a total rental cost of \$101,188. with an option to renew for an additional five year period on the same terms and conditions.

7. At the request of the Chairman Mr. Deichler reported on current traffic trends.

8. Messrs. Mosier and Hogan reported on their trip to England where they investigated progress and development of the jet and turbo-prop transport program. A general discussion followed their report.

There being no further business to come before the meeting it was, on motion duly made and seconded, adjourned.

Secretary

APPROVED:

Chairman