

THIS IS NOT FOR PRESS RELEASE - You will receive it as soon as it can be prepared.

Mr. Hugh Gallemore called to tell you he had a wire that the Southern Route case that has been pending so many years has received a decision by CAB:

1. Applications for new routes denied.
2. Agreement interchange between American Airlines and Delta Approved.
3. Interchange agreement between National, Delta and American Airlines approved.
Miami, Tampa, New Orleans, Dallas and all points west.
4. Agreement interchange between Braniff, Continental and American Airlines Approved
Houston, Austin, San Antonio, El Paso and all points west.

The Carriers are to be allowed 60 days to work out details for that company contracts before providing new service.

Details must be worked out and agreements reached with other carriers before any of the new interchanges can be started. This may require some further hearings before CAB.

American Airlines is prepared to enter into discussions promptly for purpose of working out necessary arrangements and is willing to provide DC-6's to Continental in order that all routes flown may be with DC-6 equipment.

The present interchange with Delta will not be altered at this time.

KD

*W. Dove
H. Gallemore
Blue Hand
East Gate*