

Cleveland, Ohio

September 25, 1959

To: All Directors

MATTERS ON WHICH DIRECTORS AND/OR EXECUTIVE
COMMITTEE ACTION HAS BEEN TAKEN AND ON WHICH
OTHER ACTION IS PENDING

PAINT DIVISION

1. Sadolin & Holmblad, Ltd. (14) -- The Technological Service and Trademark Agreements approved by our Directors July 29, 1958 have not yet been executed. While in Europe, Mr. Duncan conferred with Sadolin & Holmblad's Mr. Christensen in an effort to resolve several questions they recently raised relating to these Agreements. However, a definite decision has been deferred pending Mr. Christensen's visit to this country this Fall.
2. General Paint Corporation of Canada (14) -- Acquisition of the stock of this British Columbia paint manufacturer, as authorized by the Executive Committee on June 10, 1958, has been deferred until such time as Mr. Ayres, its principal stockholder, is able to represent a controlling interest of the corporation in negotiations.
3. Finska Farg och Fernissfabriks (24) -- At the licensee's request, execution by it of the Industrial Paint License Agreement approved by our Directors Sept. 24, 1957 has been deferred until next Summer. We have therefore asked that Finska return the Agreement which we submitted, with the understanding it will be resubmitted next Summer in the event it is mutually advantageous and feasible for the contract to be entered into at that time.
4. Group Developments Limited -- Negotiations are progressing, as authorized by the Executive Committee Sept. 11, 1959, for an agreement licensing Group Developments Limited to manufacture and sell in the United Kingdom coating compositions made in accordance with the Paint Division's formulas and processes.

CHEMICALS-PIGMENTS-METALS DIVISION

1. Scranton Plant (15) -- The Trustee in Bankruptcy of Dumont-Airplane & Marine Instruments, Inc. has requested court approval of the arrangement whereby this property will be offered for sale at public auction as authorized by our Executive Committee Sept. 14, 1959.
2. Travancore Minerals Limited (India) (4) -- The five-year ilmenite requirements contract approved by our Directors May 26, 1959 is under consideration by Travancore's solicitors. It has been indicated that the contract will be executed and returned to us shortly.
3. Billiton Corporation (3) -- Pursuant to contract negotiations authorized by the Directors June 23, 1959, a proposed agreement covering the purchase by Billiton of technological know-how for the manufacture of titanium dioxide in the Netherlands has been submitted to its home office in Holland.

4. New Jersey Ilmenite Property (2) -- On Sept. 10, 1959 we closed the agreement with United States Metals Refining Company approved by our Executive Committee July 10, 1959, and upon payment of \$571,929 obtained title to 760 acres of ilmenite-bearing land in Ocean County, New Jersey, options to which had been exercised by USMR. We have subsequently exercised an option to an additional 137 acres. Closing of this latter purchase is scheduled for October 8. Test borings and title investigation are in progress as to another 308-acre parcel presently under option to us.

FOOD DIVISION

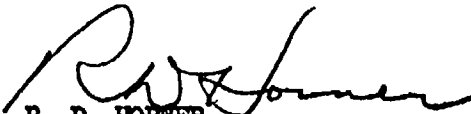
1. Norwalk Plant (27) -- Despite an aggressive sales program by our brokers to sell this property at its appraised value of \$185,000 as authorized by the Executive Committee February 18, 1959, no offers have been received to purchase the property at any price. We continue to rent on a short-term basis a plant area of 10,480 square feet at a monthly rental of \$337, with the expectation that ultimately a market will develop for this property.
2. Proposed Acquisition of Property in Louisville (13) -- Louisville Textiles Company has rejected our proposal to purchase approximately 120,000 square feet of its property adjoining our Louisville plant. Therefore, the program authorized by the Executive Committee November 7, 1958, to secure options on various property in the Bergman-Ormsby Street area, is being reconsidered. In addition, other possibilities for obtaining needed additional land for proposed operations are being explored.
3. Proposed Acquisition of Property on Elston Avenue in Chicago (8) -- Negotiations as authorized by the Executive Committee February 9, 1959, for the acquisition of additional land for expanding operations at the Food Division's Logan Boulevard vegetable oil refinery, are progressing. It now appears that The Chicago & Northwestern Railroad is interested in selling an area in excess of 200,000 square feet adjacent to our Elston Avenue plant, at a price yet to be negotiated. If these negotiations are successful, a definite proposal will be submitted within the near future to the Executive Committee.
4. Red V Coconut Products (3) -- Arrangements considered by the Directors on June 23, 1959, whereby the Food Division hopes to be permitted to purchase up to 2,000,000 pounds of its requirements of flake and other coconut cuts from a source other than Red V, have been discussed by Mr. Slaughter with General Foods. When a mutually satisfactory arrangement is negotiated with General Foods, it will be submitted to Red V, who have previously indicated their receptiveness to the type of arrangement Mr. Slaughter has in mind.

ORGANIC CHEMICAL DIVISION

1. Proposed Sale of Land to American Norit Company (11) -- We are still awaiting receipt from American Norit's home office in Holland of the documents covering the sale of a small parcel of our unimproved land at Jacksonville, as authorized by the Executive Committee November 12, 1958.

CENTRAL SOYA COMPANY

1. Proposed Sale of Land at Indianapolis to Central Soya Company (8) -- Further negotiations with Central Soya for the purchase of a portion of our Indianapolis property as a feed mill site, as authorized by the Executive Committee January 7, 1959, are still awaiting a decision by Central as to the amount of land it requires.


R. D. HORNER

RDH:McG

(The figure in parentheses is number of consecutive months item has been pending)

GLD010075