From **MONSANTO CHEMICAL COMPANY** cc

At St. Louis, Missouri

Date December 17, 1952

To Mr. John B. Trotter Reference

At PHOSPHATE DIV. - 727 Subject

Your letter to Mr. Evans of December 1 in which you requested consideration of your letter to Stockwell Transformer Corporation of November 25, 1952 has been given to me. From our discussion December 15 it appears that the statements in the second paragraph were the ones in question.

It might be well to follow up and clarify paragraph 2 of your letter to Stockwell Transformer Corporation with an explanation of the situation. Also when corresponding with prospective purchasers of liquid dielectrics covered by the General Electric patents, the license and royalty fee situation might be handled as follows:

1st Paragraph

"General Electric Company owns U. S. patents which cover the liquid dielectric materials referred to in your letter, their use in electrical devices and the resulting electrical devices. General Electric has licensed manufacturers of such electrical devices under these patents. Monsanto Chemical Company is licensed under these patents to make and sell these liquid dielectric materials but the license grant does not extend immunity under the patents covering electrical devices to purchasers of liquid dielectric materials from Monsanto Chemical Company. Also, Monsanto shows on the invoices the 1/2 cent per pound royalty fee so that a licensed manufacturer can receive credit for said royalty fee under the minimum royalty terms of the license. This charge is made in addition to the prices quoted above."

I hope this will be of help to you and answer your question.

Fred R Ahlers

Fred R. Ahlers

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