

December 28, 1936.

Mr. L. K. Meek,
o/o Security State Bank,
Ponca City, Okla.

Dear Sir:-

Mr. J. E. Lummus, president of the Southern Bank & Trust Company has advised that you wired for some information on the seven per cent gold bonds issued by the Chevelier Corporation.

The Chevelier Corporation in 1921 issued \$800,000 worth of 10-year 7% bonds, \$400,000 was to be used for the purpose of retiring a mortgage which existed against the property at that time and \$200,000 was to be expended on the construction of the cross-syaye highway - the Tamiami Trail through this property. The bonds are a first mortgage against approximately 170,000 acres, a portion of which has been sold, but the mortgage against the land sold becomes an additional security to the bonds. A portion of these bonds was retired in January 1936 although they were not due then. The valuation of the lands is no doubt from \$30 to \$400 per acre, but it is not an easy matter to get loans in Florida on uncultivated acreage. A great deal of the paper due the Chevelier Corporation will no doubt be paid within the next six months. I would certainly consider these bonds gilt edge security for a ninety days or six months loan.

I trust the above answers your every request.

Yours very truly,

JFJ/DA.