

January 10, 1974

I was unhappy with what they were doing. They were making some bad investments. But this Investment Council has selected 50 corporations, 50 Blue Chip Corporations. And they have told the Investment Officer that he cannot invest in anything but Blue Chip Corporations, Corporations that we have given you. And I have a list of those here. If anybody wants to see them. They have that privilege. I have 39 of them here were invested in last year. And so I wish to oppose this amendment because I think it was to hurriedly drawn up and taking some powers that I feel should be, that have some limitations, that should be left in the bill, and we should have more study of this particular amendment, Now I'm willing to go along with most of the with one or two other amendments that Senator Carpenter has here. But not this one.

PRESIDENT: Senator Whitney, I want to make it clear, that Senator Carpenter has withdrawn by unanimous consent. Has withdrawn the 4 amendments that he had up here. And you are looking at the one amendment. It's the chairs understanding at least that you have the same thing that I do it has a notation in the corner of what 110.74 Carpenter. And then the other one..well.

SENATOR WHITNEY: Yes, sir. I'm looking at the amendment I'm speaking on the subject.

PRESIDENT: That's the amendment before the body. The one amendment. So..I wanted to make sure that we were talking about the same.

SENATOR WHITNEY: Yes, I got the amendment from the clerk so I would be certain to have it.

PRESIDENT: Now..Senator Carpetner..Excuse me..Senator Nore did you wish to respond here, or do you have a question.

SENATOR NORE: I would like to ask Senator Whitney a question, on his handout. For instance for Ford Motor he has the earnings per share as 22% up. But what about the value of the stock. It was up to 86 dollars and its now about \$38. is that taken into consideration.

SENATOR WHITNEY: Senator Nore, we buy stocks to keep for the sake of having earnings. We buy only Blue Chip Stocks for that reason. We did not buy at 84, we did not buy at that price. And..what if we buy stocks and don't intend to sell..what difference does it make. Frankly, we are supposed to be prudent, and if I were the Investment Officer I would say that over a period of years you should buy stock at a time when your stocks are relatively depressed, thats the time to buy. Normally when stocks are depressed

(End Belt #6)

(Start Belt #7)

they're overly depressed. Normally when stocks are at the high level they are overly high. And so these are rules which they go by. And I feel for example, take the school teachers retirement fund, I want the school teachers to have an investment. In the corporate structure of the United States, why, because I want them not to be criticizing Corporations that exist in the United States, in the classroom. I want them to be interested in business. I

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