

Document 1205

[21205002]

The agreement also calls for General Electric Pension , a unit of General Electric Co. , to receive as much as 10 % of Color Systems ' fully diluted common stock , depending on the proceeds from the sale of the AEI Film Library and its receivables .

[21205003]

General Electric Pension took control of the 85-title library last month after Color Systems defaulted on the loan .

[21205004]

The agreement depends on Color Systems ' ability to win similar concessions from other creditors .

[21205005]

Buddy Young , president , said the company expects to conclude negotiations with other creditors within 60 days .

[21205006]

Color Systems , which converts black-and-white film to color videotape , posted a loss of \$ 7.1 million , or \$ 1.32 a share , on revenue of \$ 10.6 million for the fiscal year ended June 30 .

[21205007]

Its stock fell 12.5 cents , to \$ 2.125 , in American Stock Exchange composite trading yesterday .