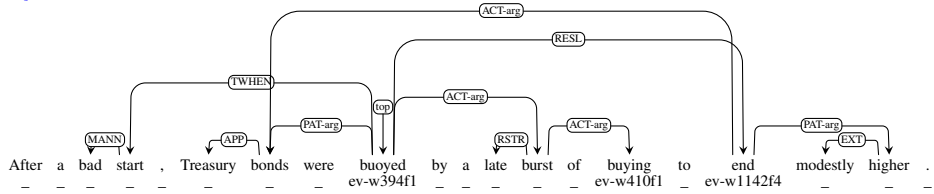
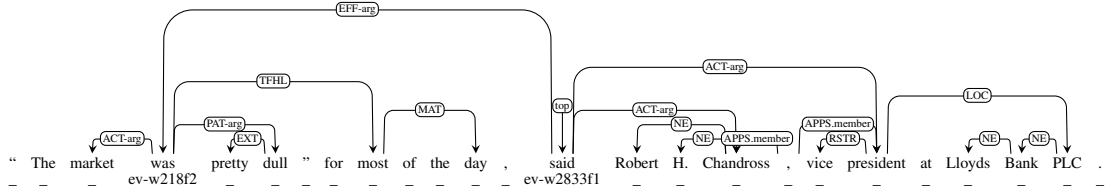


Document 0400

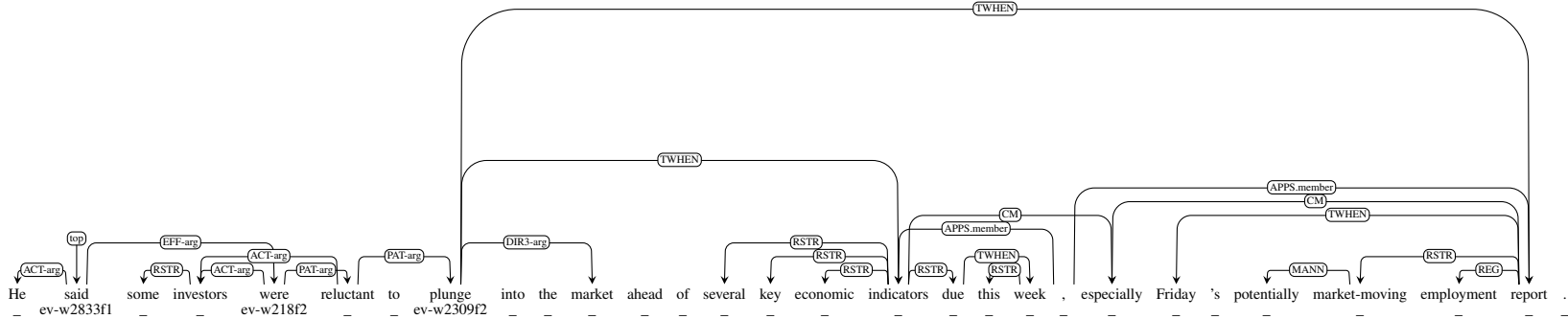
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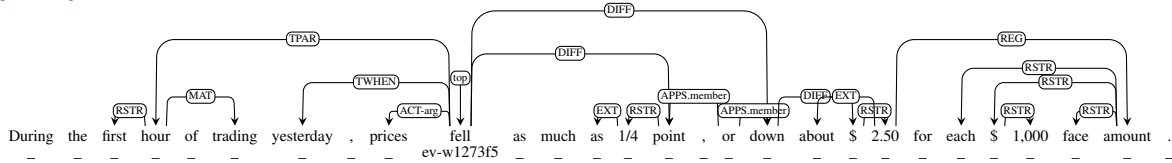
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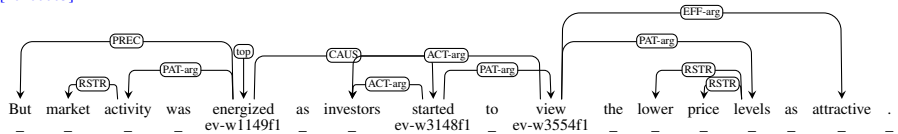
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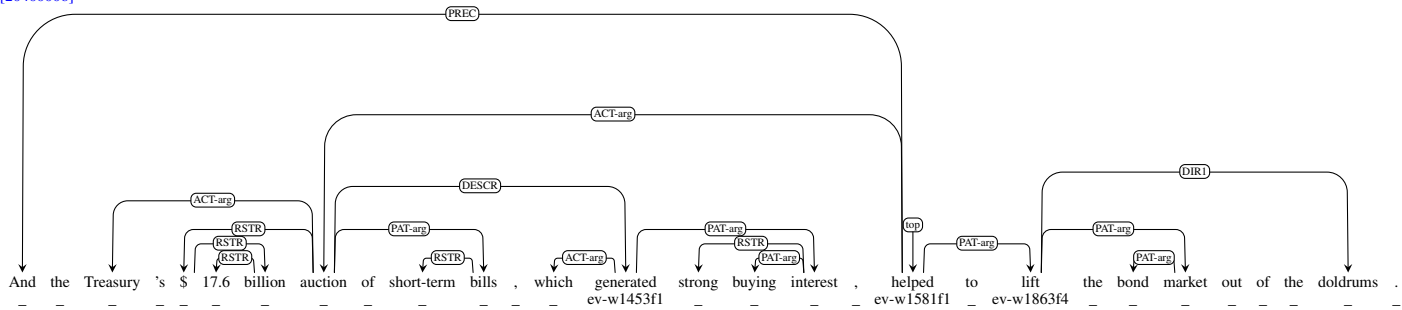
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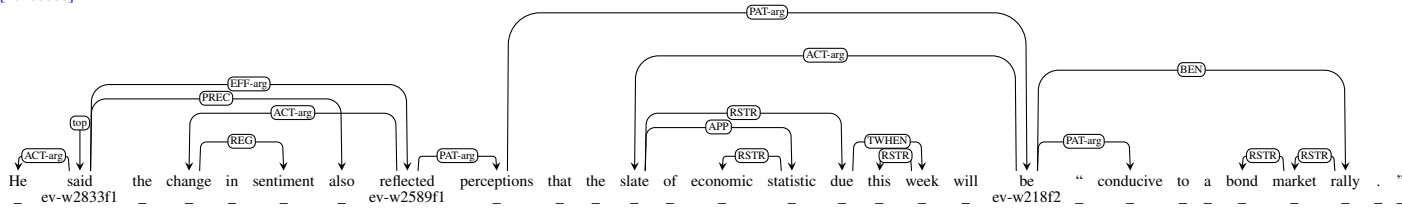
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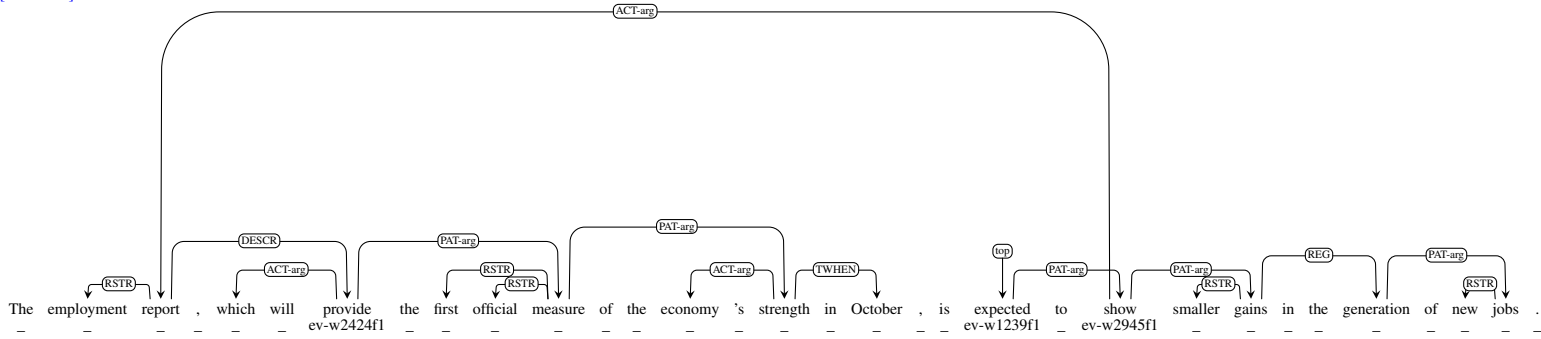
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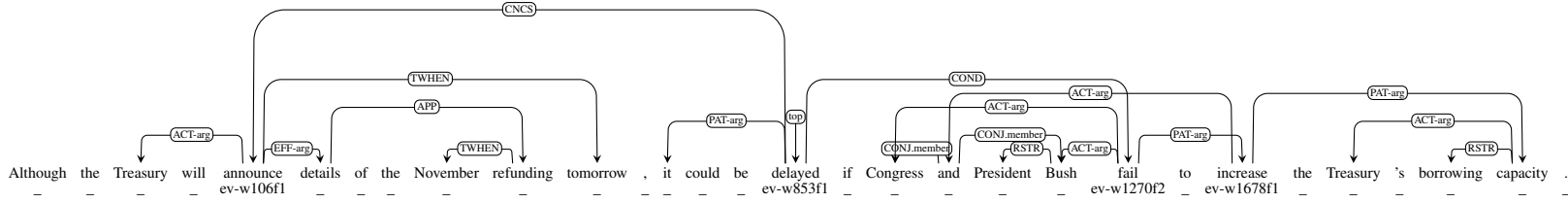
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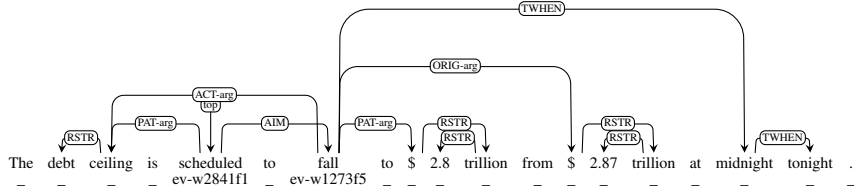
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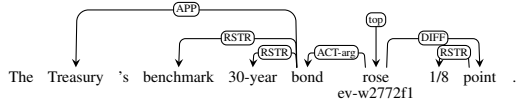
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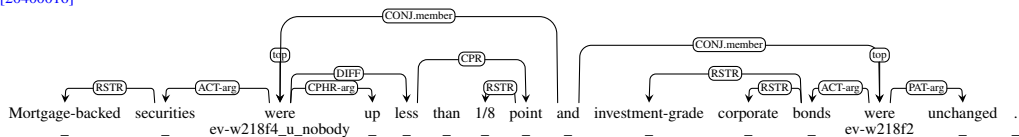
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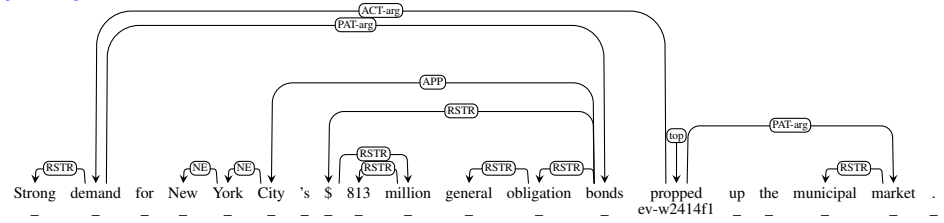
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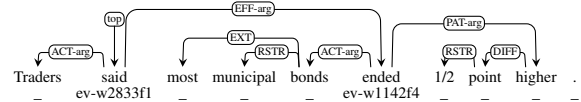
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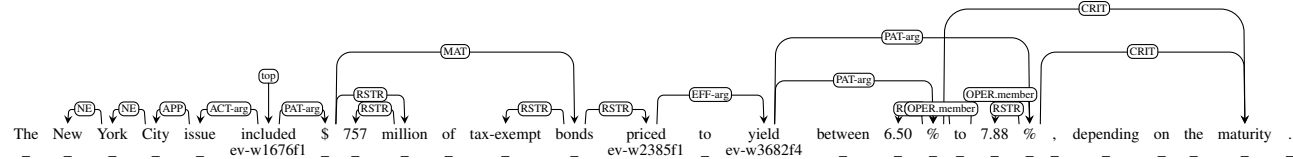
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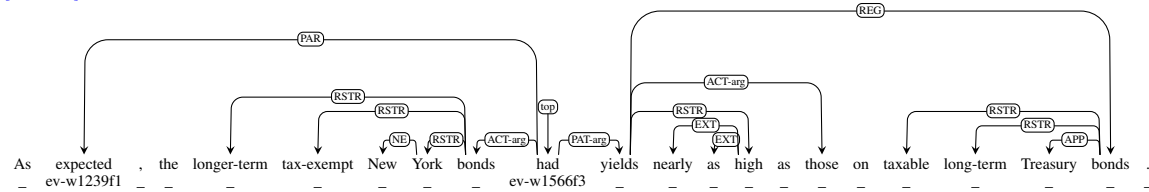
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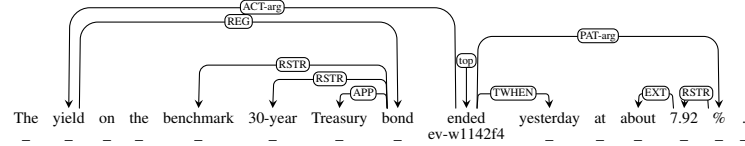
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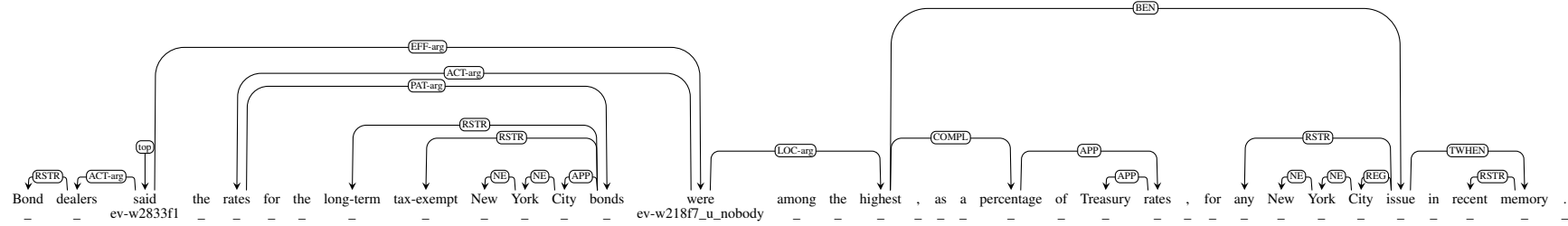
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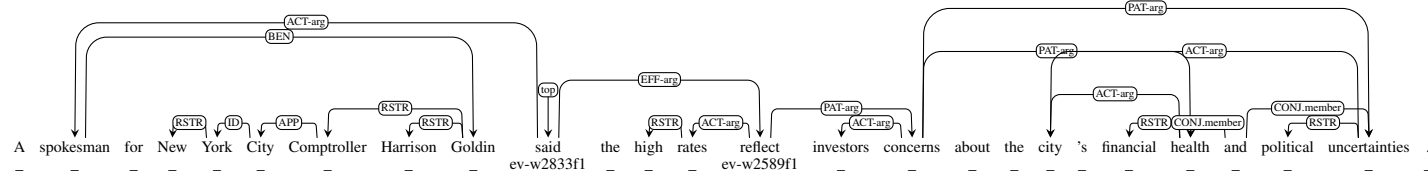
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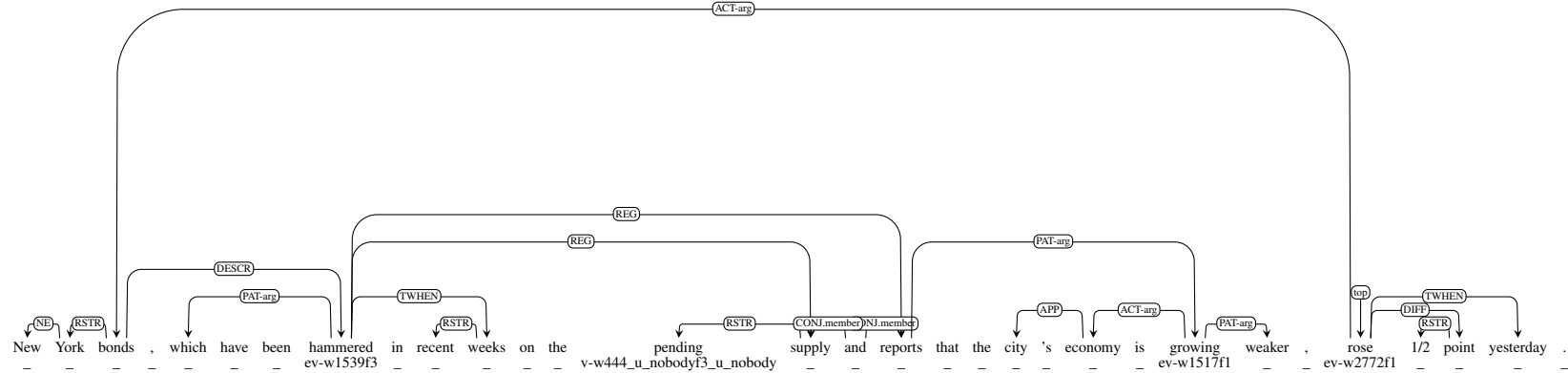
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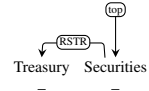
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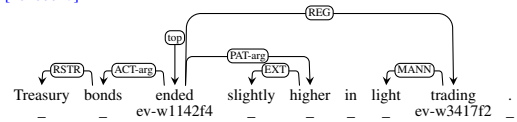
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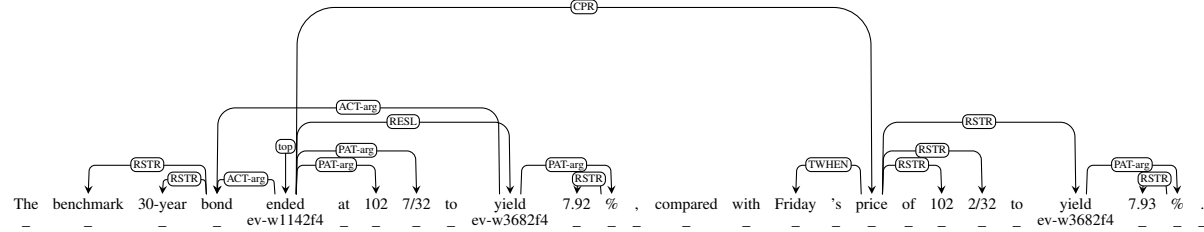
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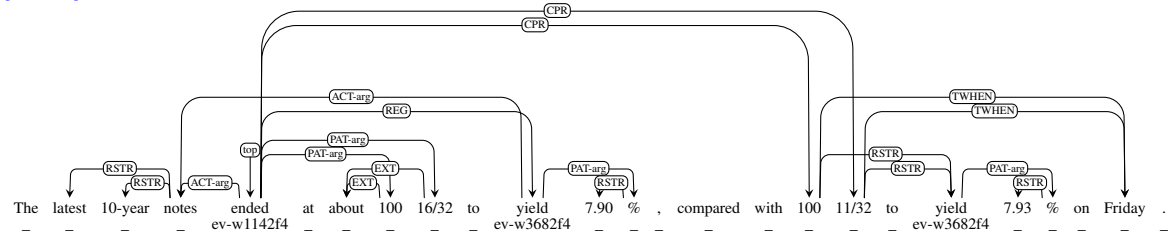
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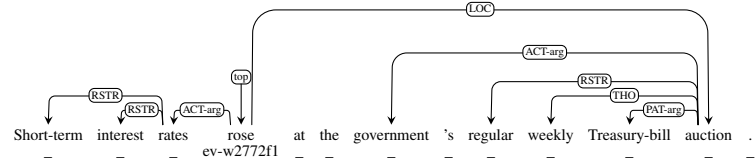
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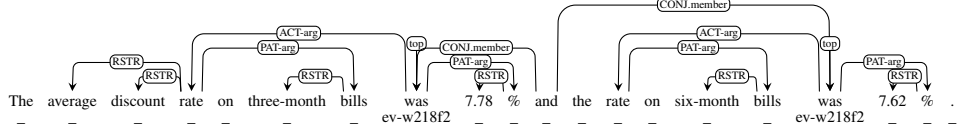
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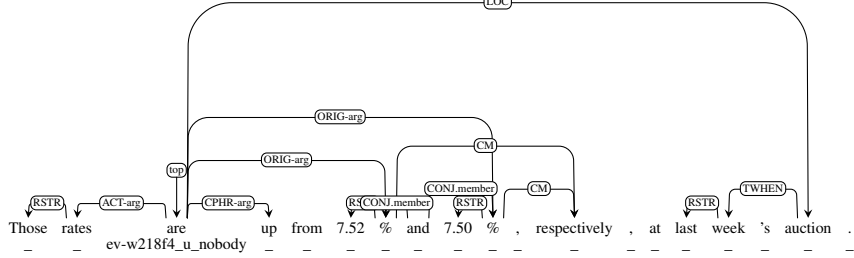
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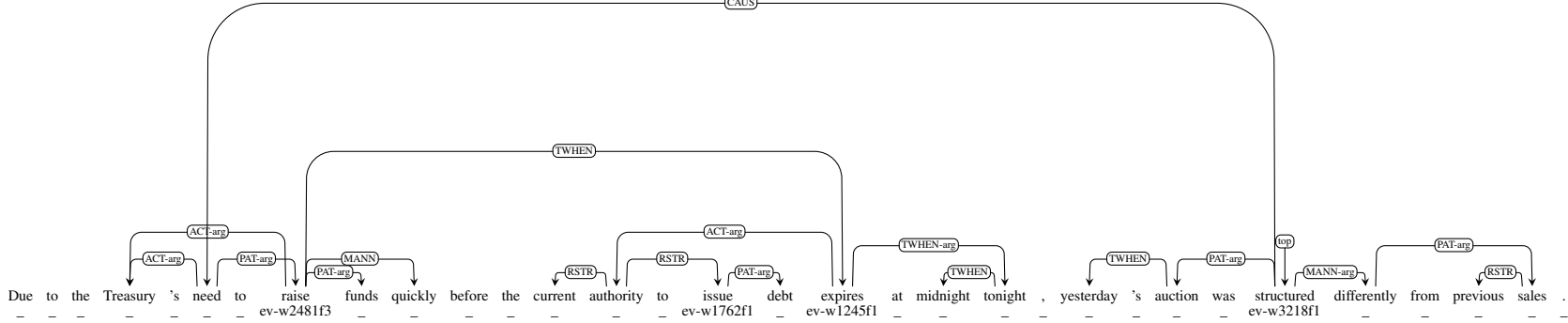
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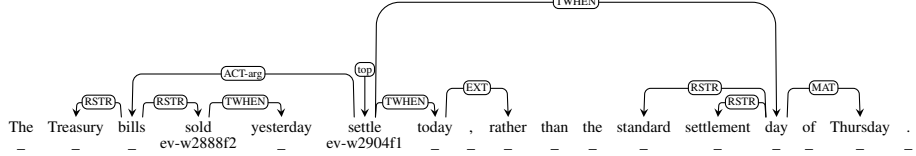
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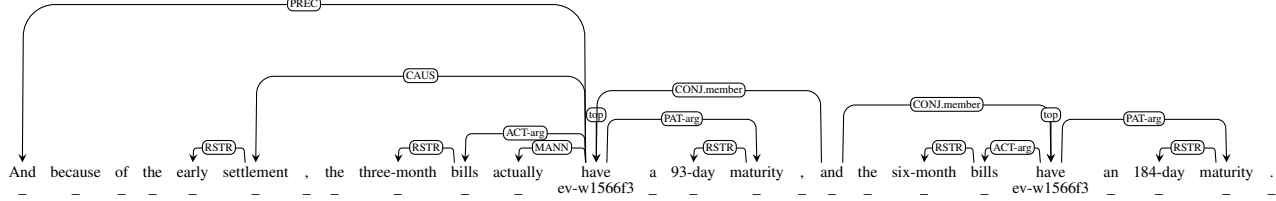
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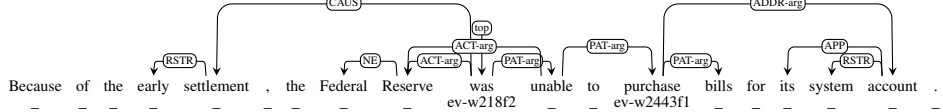
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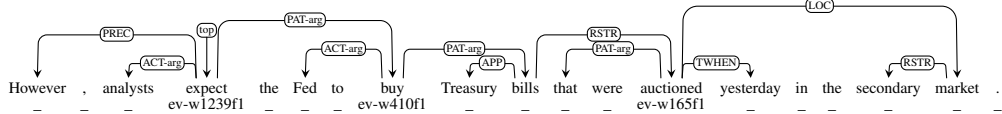
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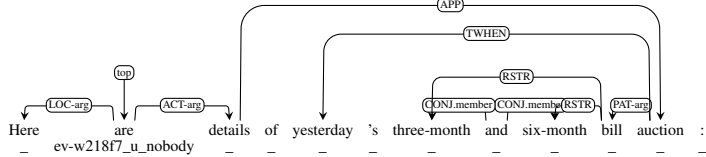
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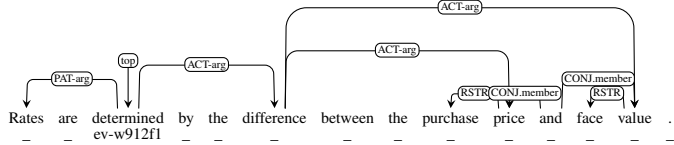
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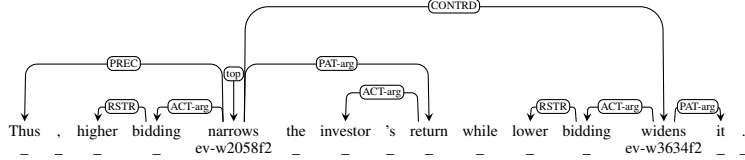
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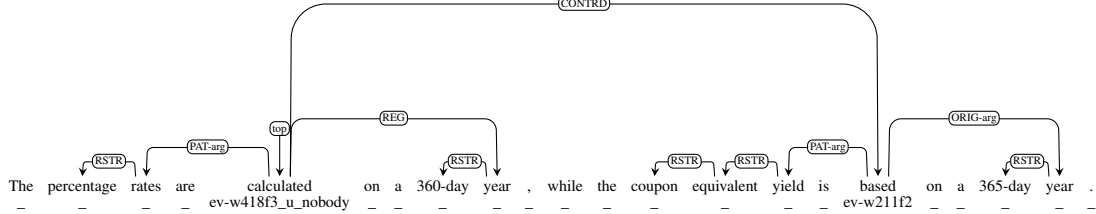
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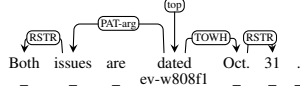
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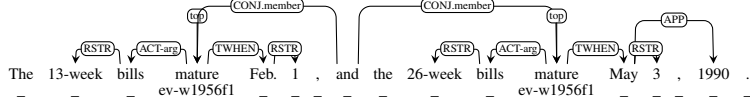
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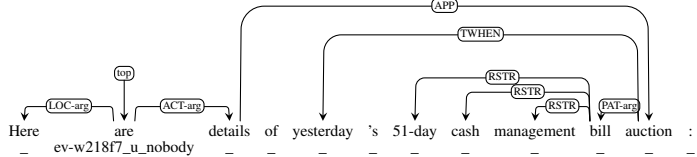
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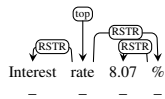
[20400044]



[20400045]



[20400046]



The two-part issue consists of \$ 200 million of senior subordinated reset notes maturing in 1997 and \$ 150 million of subordinated floating rate notes also maturing in 1997 .

[20400061]

Portfolio managers said expectations are for the issue to be priced at a discount with a coupon of 13 3/4 % and a yield of about 14 % .

[20400062]

The Chicago-based food and consumer goods concern was acquired in April 1986 in a \$ 6.2 billion leveraged buy-out engineered by Kohlberg Kravis Roberts & Co .

[20400063]

Proceeds from the note sale will be used to repay a portion of the bank borrowings used by Bearrice to redeem its \$ 526.3 million principal amount of increasing rate debentures in August .

[20400064]

Meanwhile , underwriters at Morgan Stanley & Co. are expected today to price a \$ 350 million high-yield offering by Continental Cablevision Inc .

[20400066]

Mortgage-Backed Securities

[20400067]

Mortgage securities ended 2/32 to 4/32 higher in light trading .

[20400069]

Freddie Mac 's 9 % issue ended at 97 19/32 , up 2/32 .

[20400070]

In the derivative market , insurance companies have scaled back their purchases of Remic securities , or real estate mortgage investment conduits , as they assess potential claims from the recent California earthquake and hurricane in the Carolinas .

[20400071]

This could mean diminished issuance of derivative mortgage issues during the next few weeks .

[20400072]

Insurance companies have been major buyers of prepayment-protected planned amortization classes ( PACs ) during the past few months .

[20400073]

The PACs appeal to insurance companies and other investors because they have higher yields than topgrade corporate bonds and carry the guarantee of Freddie Mac and Fannie Mac , quasi-federal agencies .

[20400074]

In the asset-backed market, Beneficial Corp. offered \$ 248 million of securities backed by home-equity loans, the second large deal in the past week.

[20400075]

Last week, a unit of MNC Financial Corp. offered \$ 268 million of home-equity securities.

[20400076]

Both the MNC and Beneficial offering were underwritten by Merrill Lynch Capital Markets, the leading Wall Street firm in the home-equity securities market, which was created early this year.

[20400077]

Municipal Issues

[20400079]

The MOB spread, or difference between the municipal and T-bond futures contracts, has been near all-time lows in recent trading, driven basically by concerns that new-issue supply would overwhelm demand.

[20400080]

December municipal futures ended up 11/32 point to 92.14, having pulled off a morning low of 91.23 as cash municipals rebounded.

[20400081]

But front month T-bond futures settled the afternoon session up a slightly greater 13/32 at 99.04.

[20400082]

Foreign Bonds

[20400085]

West German government bonds fell as much as 0.60 point in light, nervous trading.

[20400087]

Japanese government bonds continued to erode as the dollar remained resilient against the yen.