UNITED STATES OF AMERICA

FEDERAL TRADE COMMISSION

WASHINGTON. D.C. 20580

Bureau of Competition
Mark D. Whitener
Deputy Director

Danny Yarbrough, President
Sony Music Distribution
550 Madison Avenue
New York, NY 10022-3211

Re: Prerecorded Music Distributing Industry
FTC File No. 931-0100

Dear Mr. Yarbrough:

OCT '2 I 1996

The Commission has conducted an investigation involving Sony Music Entertainment
to detennine whether members of the pre-recorded music distributing industry may be engaging or may have engaged in any