Liabilities (Cont'd):	Dec. 31, '38
Current Liabilities.	
Accounts payable	342,549
Accrued taxes	27,592
Other accruals	15,678
Current reserves	87,806
Earned surplus	3,513
Total	$1,552,138
Current assets	$937,410
Current liabilities	473,625
Net current assets	463,785

*After $31,618 depreciation.

†Expense capitalized as cost of agreement to purchase presently occupied factory land and building.

‡To Bendix Aviation Corp.

1938 accounts certified by D. G. Sisterson & Co.

Funded Debt: Bendix Home Appliances, Inc. 5% convertible debentures, due 1944:

Rating—Caa

Authorized — $625,000; outstanding, $625,000.

Dated—May 1, 1939; due May 1, 1944.

Interest Paid—M&N 1 at office of trustee. Principal and interest payable in lawful money of the United States of America.

Trustee — Manufacturers Trust Co., New York.

Denomination—Coupon, $1,000; registerable as to principal.

Callable—As a whole or in part in amounts of not less than $10,000 on the first day of any month on 30 day's notice at 105. Debentures may also be purchased or called for the purchase and redemption fund.

Purchase and Redemption Fund—On or before May 1, 1941, 1942 and 1943, company will pay to Trustee cash equal to 20% of net earnings after all taxes for calendar years 1940, 1941 and 1942, which will be applied to the purchase of debentures at not exceeding redemption price or, if not so applied, to the redemption of debentures at 105. Debentures at cost may be tendered in lieu of cash.

Convertible—Into common stock at any time to May 1, 1944, incl., on basis of 400 common shares for each $1,000 debenture. Conversion privilege is protected against dilution.

Security—A direct obligation of the *company but not secured by mortgage.* Company agrees not to create any mortgage or any lien, except as provided, upon its property and assets without ratably securing the debentures. Indenture provides that, so long as debentures are outstanding, (a) company will not incur any indebtedness maturing later than one year, except as provided and (2) company will not pay any dividends, on any shares of its capital stock, unless net working capital thereafter is equal to or more than 100% of debentures outstanding. The indenture may be modified, except as provided, with consent of holders of a majority of debentures.

Purpose—Net proceeds to be issued for acquisition of additional manufacturing facilities, to repay $200,000 outstanding note and for general purposes.

Tax Status—Company refunds personal property taxes assessed by California, Connecticut and Maryland to the extent of five mills on the dollar and by Pennsylvania to the extent of 8 mills on the dollar and income taxes assessed by Massachusetts to the extent of 6% of the income. No provision for assumption or refund of Federal or assumption of state taxes.

Offered ($625,000) at 100 on May 22, 1939 by Burr & Co., Inc., New York.

Capital Stock: 1. Bendix Home Appliances, Inc. class A stock: *Authorized—125,000 shares; outstanding, Mar. 22, 1939, 125,000 shares; par $5.*

Preferences—Has preference over common as to assets and cumulative fixed dividends at rate of $0.30 per share per annum and, after payment of the fixed dividend and all accumulated dividends, class A and common stock share in any additional dividends so that each class A share receives three times as much as each common share. In liquidation, entitled to $5 per share and dividends and, after common has received $0.33⅓ per share, class A and common stock share in distributions so that each class A share receives three times as much as each common share.

Callable—As a whole or in part on any date on 60 days' notice at $10 per share.

Voting Power—Entitled to three votes; in event the cumulative fixed dividends on class A stock are unpaid for two years, each class A share is entitled to six votes. Either class of stock may vote cumulatively.

Convertible—At any time (or, in event of prior redemption, at any time before date fixed for redemption) into common stock at rate of three common shares for each class A share. At any time to May 15, 1939 incl. each class A share is convertible into four common shares.

Other Provisions—Without consent of holders of two-thirds of class A, company may not increase authorized number of common shares, nor may any shares of stock of any other class be authorized, nor may the property be sold or leased or otherwise disposed of as an entirety, nor may company voluntarily dissolve or liquidate or consolidate or merge with any other corporation, nor may any distribution to holders of common stock of capital or of surplus resulting from any statutory reduction of capital be made, nor may any provisions hereof be modified. Has no preemptive rights with respect to unissued common stock.

Dividends—No dividends paid to Dec. 31, 1938, at which date accured unpaid dividends amounted to 60 cents per share (two years dividends).

2. Bendix Home Appliance, Inc. common: Authorized, 2,000,000 shares; outstanding, Mar. 22, 1939, 750,000 shares (reclassified from 750,000 class B shares of par value of $0.33⅓ on Mar. 21, 1939); reserved for conversion of class A stock, 500,000 shares; par $0.33⅓. Entitled to one vote per share (see description of class A stock above). Has no preemptive rights with respect to 250,000 common shares out of 750,000 common shares unissued.

At Mar. 22, 1939, Bendix Aviation Corp. owned 290,550 common shares (38.7%).

Transfer Agent: First National Bank, Jersey City, N. J. **Registrar:** Commercial Trust Co. of New Jersey, Jersey City.

PITTSBURGH PLATE GLASS COMPANY

History: Incorporated under Pennsylvania laws Nov. 3, 1920, as successor to a company of the same name incorporated Aug. 24, 1883, in Pennsylvania. In Nov., 1920, acquired the Columbia Chemical Co. and the Patton-Pitcairn Co., and in Jan., 1923, purchased the foundry and machine shop of Yost Bros. at Creighton, Pa. In Jan., 1924, company purchased the holdings of Johnetta Brick & Coal Co. at Johnetta, Pa.; tile works and 4,000 acres of coal lands were included in the purchase. Acquired the Carbondale Calcium Co. and Columbia Products Co. in 1927 and on June 1, 1928, all stock of Ditzler Color Co. which had a plant at Detroit, producing auto-lacquers and paints. During 1929 acquired properties of Eastwood Glass Co. of Saginaw, Mich., and Roanoke Glass Co. of Roanoke, Va., now operated as distributing warehouses. On Jan. 15, 1930, company purchased the W. J. Schoonover Glass Co., with headquarters at Scranton, Pa., and warehouses at Wilkes-Barre and Allentown, Pa., and Utica, N. Y. On Jan. 28, 1930, company took over the jobbing business of the Standard Plate Glass Co., at Youngstown, O. In May, 1931, acquired a 51% interest in Southern Alkali Corp. In Aug., 1934, acquired the business and properties of Montana Glass & Plant Co., Butte, Mont. In 1934 acquired all stock of Columbia Development Corp.

In Mar., 1937, jointly with Corning Glass Works (see general index), formed Pittsburgh Corning Corp. for the development and manufacture of glass building blocks, glass tile, etc. Each parent owns 50% of the $1,000,000 capitalization. Plant site is located at Port Alleghany, Pa. In 1937, acquired Thresher Varnish Co. (Ohio, 1901). Number of employees, Mar. 31, 1939, 14,646.

Business: Products of company and subsidiaries include plate glass (capacity 100,000,000 sq. ft.), window glass, spectacle glass, tapestry glass, carrara glass, duplate (safety) glass, mirrors, paints, varnishes, linseed oil, dry colors, brushes, insecticides, lacquers, enamels, stains, soda-ash, caustic soda, calcium chloride, calcene, whiting, refractory materials, limestone, cement and natural gas. The heavy chemicals, such as soda, ash, caustic soda, calcium chloride, whiting, Hennig's purifier, salt and detergents are sold through Columbia Alkali Corp., a wholly-owned subsidiary.

Property: Plants of company and subsidiaries are located as follows: Glass Plants, Creighton and Ford City, Pa.; Clarksburg, W. Va.; Mount Vernon, Ohio; Crystal City, Mo.; Henryetta, Okla. and Courcelles, Belgium. Paint Plants: Milwaukee, Wis.; Detroit, Mich.; Newark, N. J.; Portland, Ore., and Los Angeles, Cal. Varnish and Lacquer Plants: Milwaukee, Wis.; Detroit, Mich.; Newark, N. J. and Los Angeles, Cal. Linseed Oil Plants: Red Wing, Minn., and Newark, N. J. Dry Color and Insecticide Plants: Milwaukee, Wis. Brush Plants: Keene, N. H.; Baltimore, Md. Alkali Plants: Barberton, O.; Corpus Christi, Texas. Gas and Pipe Line Properties: Ford City, Pa. Cement Plant: Zanesville, Ohio. Jobbing and Distributing Warehouses: Located in 73 principal cities in the United States and also retail stores selling glass, paint, etc.

Company also has coal mines at Creighton, Johnetta and Mosgrove, Pa. (leased to others), sand quarries at Crystal City, Mo., and limestone quarries at Fultonham, Ohio.

Subsidiaries: The following were the subsidiaries of company at Dec. 31, 1937, with extent of ownership indicated:

Columbia Alkali Corp.	100%
Columbia Development Corp.	100
†Southern Alkali Corp.	51
Southern Minerals Corp.	100
Southern Pipe Line Corp.	100
Ditzler Color Co	100%
Pittsburgh Plate Glass Co. of Michigan	100
Pittsburgh Plate Glass Co. (Tennessee)	100
Societe Anonyme des Glaces de Courcelles (Belgium)	100
Thresher Varnish Co.	100
MISCELLANEOUS ACTIVITIES:	
American Glass Corp.	100
Joseph J. Ball, Inc.	*
Charleroi & Belle Vernon R.R. Co.	100
Crystal City Milling Co.	100
Geneva Paint & Glass Co.	94.76
Gurley-Comstock Corp.	63.13
Walter D. Henne Paint & Wall Paper Co.	99.35
Hunter Wall Paper & Paint Co.	100
Ivoroid Mixed Paint Co.	100
H. W. Johns Paint Mfg. Co.	100
Thomas V. Lackaye Paint & Glass Co.	95.45
Midland Glass & Paint Co.	100
Montana Glass & Paint Co.	100
Nevius Paints, Inc.	100
Paducah Paint & Glass Co., Inc.	100
Patton Paint Corp.	100
Rainey Stores, Inc.	72
Regal Mirror Co.	100
Sewickley Hardware & Paint Co.	100
St. Joseph Paint & Glass Co.	100
Sunset Paint Corp.	100
Texas Glass & Paint Co.	100
Triplex Corp.	100
Wesco Paint & Glass Co., Inc.	100
E. J. White Paint & Glass Co., Inc.	87.5

* This company is a subsidiary only because voting power has passed by default from the holders of common stock to Pittsburgh Plate Glass Co., the preferred stockholder.

† See appended statement.

Management (Pittsburgh Plate Glass Co.): **Officers:** C. M. Brown, Chairman; H. S. Wherrett, Pres.; H. B. Higgins, Hugh A. Galt, R. L. Clause, J. H. Heroy, F. W. Judson, E. D. Griffin, Vice-Pres.; F. W. Currier, Treas.; C. S. Lamb, Sec.; M. C. Spahr, Compt.; Leland Hazard, Gen. Counsel.

Directors: Clarence M. Brown, Philadelphia; J. H. Heroy, New York; R. L. Clause, R. K. Mellon, H. S. Wherrett, H. B. Higgins, Pittsburgh; Raymond Pitcairn, H. F. Pitcairn, Philadelphia; Hugh A. Galt, E. T. Asplundh, Barberton, O.; E. D. Griffin, Milwaukee, Wis.

Annual Meeting: First Wednesday in April.

Office: Grant Bldg., Pittsburgh, Pa.

Comparative Consolidated Income Account, Years Ended Dec. 31
(Taken from reports to Securities and Exchange Commission)

	1938	1937	1936	1935	1934
Net sales (1)	$64,335,034	$93,315,307	$86,110,486	$68,526,174	$51,761,130
Cost of goods sold (2)	36,404,244	48,133,452	44,699,676	35,028,297	28,673,683
Other manufacturing costs	10,020,006	9,712,449	9,670,414	8,036,664	6,174,543
Selling, gen. & admin. exps. (2)	13,026,900	15,307,672	14,896,702	12,665,631	10,639,149
Operating profit	4,903,884	20,131,735	16,843,693	12,795,582	6,273,755
Interest & dividends received	770,923	856,204	650,011	586,955	580,923
Royalties received	326,460	776,381	604,258	544,233	264,658
Process, sale of rights	1,582,500	....	....	....	....
Other income (3)	608,246	880,006	712,166	474,900	488,397
Gross income	8,192,015	22,644,327	18,810,116	14,401,670	7,607,728
Income deductions (4)	159,445	74,385	39,528	684,809	622,581
Balance	8,032,570	22,569,942	18,770,588	13,716,861	6,985,147
Fed. and state capital stock tax	....	....	....	....	166,525
Income taxes, Federal & state	1,543,663	3,793,960	3,185,727	2,318,122	1,054,938
Surtax on undistr. profits	....	488,013	263,027	....	....
Net income to surplus	$6,488,907	$18,287,969	$15,321,834	$11,398,739	$5,763,684
Earned surplus begin. of year	$44,406,388	$41,140,663	$37,198,836	$32,098,942	$29,271,356
Other surplus credits (5)	188,283	....	435,238	177,191	324,117
Dividends	3,770,272	13,928,415	11,783,121	6,426,070	3,104,614
Other surplus charges (6)	....	1,093,829	32,124	49,966	165,600
Earned surplus, end of year	$47,313,307	$44,406,388	$41,140,663	$37,198,836	$32,098,942
Supplementary p & l data:					
Depreciation, depl. & amort. (7)	$4,192,317	$3,839,401	$3,592,502	$3,582,100	$3,494,658
Maintenance & repairs (8)	3,466,080	4,239,289	3,648,534	3,928,848	2,795,353
Taxes, other than income	2,343,674	2,412,060	1,403,789	682,237	820,499
Rents	457,657	403,383	368,510	322,163	461,777
Royalties	109,755	144,861	123,106	191,676	
Provision for bad debts (net)	192,359	165,120	88,946	197,150	270,516
Losses from retire. of property	....	513,932	842,282	530,710	281,643
Parent company's net income	$6,030,247	$17,511,665	$14,776,696	$11,226,575	$5,533,696
Equity in earns. of subs. cons.	1,396,832	2,552,971	2,024,847	1,663,073	1,094,386
Dividends from subs. cons.	860,824	2,191,984	1,474,365	1,691,544	....
Equity in earns. of subs. not cons. (9)	395,103	686,351	267,681	(d)46,489	(d)116,622
Dividends from subs. not cons.	....	631,750	201,244	3,230	....

(1) Gross sales less discounts, returns and allowances and includes following sales to unconsolidated subsidiaries: 1934, $161,068; 1935, $220,075; 1936, $136,500; 1937, $242,256; 1938, $[illegible].

(2) Includes related portions of items shown under "Supplementary P & L Data" below statement.

(3) Includes equity in aggregate net earnings of non-consolidated subsidiaries, 1936, $267,681; 1937, $686,351; 1938, $395,103 (1934 and 1935 proportion of losses of non-consolidated subsidiaries of $116,622 and $46,489 respectively are included in "Income deductions").

(4) In 1934 and 1935 includes $500,000 provision for pensions and relief to be expended in future years. See also note (3) above.

(5) In 1936 and 1938 represents net adjustments of securities and investments.

(6) In 1937, comprised: Adjustment of foreign subsidiary's property, $563,895; net adjustment of marketable securities and miscellaneous investments, $489,238; miscellaneous surplus charges, $40,696; total, $1,093,829.

(7) Including amortization but excluding depreciation charged to reserve for contingencies: 1934, $271,971; 1935, $236,015; 1936, $3,890; 1937, $7,556; 1938, $6,891.

(8) Includes provisional charges for repairs and maintenance: 1935, $1,308,560; 1936, $1,231,881; 1937, $1,346,365; 1938, $1,154,692. Does not include amounts charged to reserve for contingencies as follows: 1935, $18,315; 1936, $38,270; 1937, $52,113; 1938, $29,390.

(9) Reflected in above accounts in other income or income deductions.

Note: (a) Operations of one foreign subsidiary in 1937 were included for only 11 months to Nov. 30 as company's fiscal year was changed.

Comparative Consolidated Balance Sheet, as of Dec. 31
(1934 to 1938 from SEC reports—1933 from company's annual report)

Assets:	1938	1937	1936	1935	1934	1933
Cash	$12,125,917	$6,256,410	$7,738,864	$10,773,608	$7,940,962	$5,344,244
U. S. Govt. securities (4)	614,813	3,138,585	10,261,343	7,993,284	5,540,995	3,343,632
Other marketable securities (5)	6,912,852	4,940,737	4,881,427	2,673,981	2,483,573	1,655,842
Notes & accts. rec. accr., etc. (6)	7,274,797	6,965,104	7,747,706	7,175,557	5,682,418	5,885,965
Inventories (7)	19,712,728	23,890,164	16,528,772	16,397,569	13,790,036	13,214,565
Total current assets	46,671,107	45,191,000	47,158,112	45,013,998	35,437,984	29,444,238
Sec. & adv. to income subs. (8)	6,212,823	6,875,190	4,836,272	3,968,073	3,921,717	2,723,400
Miscellaneous investments (9)	1,375,126	1,081,457	677,438	672,340	2,696,140	2,733,235
Noncurrent notes & accts. (net)	501,978	539,779	576,857	662,179	524,633	955,817
Property account (10)	62,758,546	63,391,636	60,271,439	58,593,755	56,863,755	58,782,982
Patents	8,988	11,490	13,783	16,286	18,788	60,071
Deferred charges	988,577	1,033,442	845,073	723,857	662,392	632,914
Total	$118,117,136	$118,123,994	$114,438,975	$109,650,488	$100,125,409	$95,332,657
Liabilities:						
Accounts payable, trade	$2,387,411	$2,486,016	$3,518,699	$3,431,630	$1,754,268	$1,518,109
Notes payable	146,360	183,608	221,717	93,500	60,000	170,000
Dividend payable	....	....	....	1,071,176	856,766	535,201
Accrued taxes	2,731,001	5,348,255	4,386,830	2,680,573	1,327,867	1,443,869
Other payables & accruals	1,255,973	1,453,746	1,320,494	1,784,609	876,765	
Total current liabilities	6,520,778	9,471,625	9,447,740	9,061,489	4,875,665	3,667,179
C. R. on installment sales (11)	1,114,177	1,407,218	1,152,703	685,947	433,987	247,470
Deferred credits	122,132	145,508	48,810	51,840	36,822	....
Reserve for contingencies	5,003,107	4,611,442	4,687,613	4,746,495	5,638,629	5,963,588
Insurance reserve	1,674,211	1,998,995	1,855,143	1,705,685	1,549,840	1,470,685
Pension & relief reserve	1,000,000	1,000,000	1,000,000	1,000,000	500,000	....
Res. for maint. & repairs, etc.	1,124,472	1,506,322	1,538,418	1,684,736	1,437,346	1,158,229
Minority interest	5,852	5,670	6,810	6,635	6,327	34,025
Capital stock (par $25)	53,969,100	53,570,825	53,561,075	53,558,825	53,547,850	53,520,125
Surplus	47,313,307	44,406,388	41,140,663	37,198,836	32,098,942	29,271,356
Total	$118,117,136	$118,123,994	$114,438,975	$109,650,488	$100,125,409	$95,332,657
Net current assets	$40,150,329	$35,719,375	$37,710,372	$35,952,509	$30,562,319	$25,777,059
Changes in property account:						
Additions at cost	$3,637,190	$8,489,151	$6,554,145	$7,239,040	2,182,629	Not stated
Retirements or sales	169,874	889,735	1,282,571	1,797,749	397,104	....
Depreciation & depletion (12)	4,196,715	3,915,323	3,593,891	3,815,633	3,766,630	....
Other addition	....	(cr)563,895	....	104,342	61,937	....

(4) Including $[illegible] face amount deposited with State Insurance Commissions and $100,000 pledged as collateral to a note. Market value Dec. 31, 1938, $[illegible].

(5) Lower of cost or market. Market values: 1934, $2,696,361; [illegible] 1937, $5,037,920; 1938, $7,827,551.

(6) [illegible]

(7) At lower of cost or market. At Dec. 31, 1938 comprised: raw materials, $[illegible]; work in process, $1,623,365; finished goods, $[illegible]; supplies, $[illegible]; total, $19,712,728.

(8) In 1938 includes $[illegible] due from unconsolidated subsidiaries.

(9) In 1933 and 1934 included $1,960,000 collateral notes due in 1938 secured by equal face amount of Southern Alkali Corp. bonds.

(10) At depreciated cost. Annual statement 1933 reported gross book values, $95,074,927; depreciation reserves, $36,291,945; net book value, $58,782,982. Subsequently reported (to SEC) at depreciated values, with annual provisions for depreciation and depletion credited to asset accounts (see changes shown below balance sheet). Net values of factories and facilities not in operation were: 1933, $2,963,429; 1934, $1,462,342; 1935, $421,880; 1936, $310,517; 1937, $282,961; 1938, $595,983. Property account, Dec. 31, 1938 comprised: Foreign subsidiary's property, $373,879; company and domestic subsidiaries' land, including mineral de-

[illegible]sets, $4,745,921; buildings, $19,018,617; machinery & equipment, $31,129,762; construction in progress, $857,398; property not used in operation, $595,983; other properties, $2,337,173; total property account, $62,258,526.

(11) Includes subscriptions under officers and employees' stock purchase plan (13,169 shares at Dec. 31, 1938, of which 20,800 were available in treasury): 1933, $48,378; 1934, $257,511; 1935, $[illegible]; 1936, $982,182; 1937, $1,251,128; 1938, $971,192.

(12) Includes capital surplus: 1934, $3,694; 1935, $3,003; 1936, $2,862; 1937, written off. Amounts invested in treasury stock: 1934, $763,250; 1935, $751,275; 1936, $752,025; 1937, $712,275; 1938, $20,000.

(13) Credited to asset accounts. Includes amounts charged to contingency reserve (note (7) to consolidated income account).

General Notes:

(a) Accounts certified by Haskins & Sells.

(b) Above consolidated statements include all subsidiaries whose business policies and operations are directed by the parent through its organization (excludes Southern Alkali Corp., 51% owned). In 1937 and 1938, accounts of one foreign subsidiary included as of Nov. 30th.

(c) Contingent liabilities at Dec. 31, 1938 were: Federal additional income tax claims of $925,000 for years 1929 to 1932. Companies are claiming refunds for 1926 and 1927.

Statistical Record, Years Ended Dec. 31

(Years 1937 and 1938 based on SEC reports; prior years on company's reports)

	Balance for Dividends	Earned per Share	Dividends per Share Reg.	Dividends per Share Extra	Price Range	Number of Shares	Equity per Com. Sh.	Net Curr. Assets
1929	$11,685,311	$5.40	$2.00	$1.00	76¾– 49	2,161,458	$44.29	$37,515,897
1930	4,733,346	2.19	2.00	...	59¼– 33	2,161,458	44.48	33,012,474
1931	2,201,747	1.02	1.75	...	42¼– 17	2,159,995	43.51	29,171,093
1932	(d)160,737	(d)0.03	1.00	...	20⅝– 12⅛	2,141,306	41.17	27,671,977
1933	3,993,934	1.87	0.70	...	39¾– 13	2,140,805	42.12	25,777,059
1934	5,763,684	2.69	1.20	0.10	57½– 39	2,141,914	43.57	30,562,319
1935	11,398,739	5.32	1.90	1.00	99⅞– 46¾	2,142,353	45.83	35,952,510
1936	15,321,834	7.15	5.00	1.00	140 – 95¼	2,142,443	47.74	37,710,372
1937	18,287,969	8.53	6.50	...	147½– 77	2,142,833	49.27	35,719,875
1938	6,488,907	3.01	1.75	...	115½– 56	2,158,764	50.47	40,150,329

Financial and Operating Ratios

	1938	1937	1936	1935	1934	1933
Curr. assets to curr. liab.	7.16	1.77	4.99	4.97	7.27	8.03
% cash & sec. to cur. assets	12.11	31.72	18.52	47.63	45.11	35.13
% inventory to curr. assets	42.30	52.56	35.05	36.13	38.91	44.88
% net curr. to total assets	33.98	30.24	32.95	32.79	30.52	27.64
Capitalization:						
% common stk. & surplus	100.00	100.00	100.00	100.00	100.00	100.00
Sales to inventory	3.26	3.91	5.21	4.18	3.75	...
Sales to receivables	8.85	13.40	11.11	9.55	9.11	...
% sales to net property	103.20	117.21	112.87	116.95	91.02	...
% sales to total assets	51.17	79.00	75.25	62.50	51.70	...
% net inc. to total assets	5.19	15.48	13.39	10.40	5.76	...
% net income to net worth	6.11	18.66	16.18	12.56	6.73	...

Percentage Analysis of Operations:

	1938 %	1937 %	1936 %	1935 %	1934 %
Net sales	100.00	100.00	100.00	100.00	100.00
Costs, goods & mfg.	72.14	62.02	63.14	62.84	67.83
Sell., gen. & adm. exp.	20.24	16.40	17.30	18.48	20.55
Operating profit	7.62	21.57	19.56	18.67	12.12
Proceeds, sale of rights	2.46	...	...	...	...
Other income	2.65	2.69	2.28	2.34	2.58
Gross income	12.73	24.27	21.84	21.02	14.70
Income deductions	.25	.08	.05	1.00	1.20
Balance	12.48	24.19	21.80	20.02	13.49
Cap. stk. & income tax	2.40	4.59	4.00	3.38	2.36
Net income	10.08	19.60	17.79	16.63	11.14

Capital Stock: 1. Pittsburgh Plate Glass Co. stock:

Authorized, $65,000,000 (original capital in Nov., 1920 was $37,500,000; increased to $50,000,000 in Jan., 1923; to $65,000,000 Oct. 9, 1928); outstanding, $53,969,100; in treasury, Dec. 31, 1938, $520,000; par $25 (changed from $100 Oct. 9, 1928, four new $25 par shares issued in exchange for each old $100 par share).

Dividends paid on $100 shares: 1920 to 1928 incl., at rate of 8% per annum.

Dividends paid on $25 shares: Initial dividends of 50 cents per share paid Dec. 31, 1928; Apr. 1, 1929, 50 cents, and quarterly thereafter to Oct. 1, 1931, incl. Dec. 31, 1931, 25 cents and quarterly thereafter to Jan. 2, 1933, incl., April 1, July 1 and Oct. 1, 1933, 15 cents each; Jan. 2 and Apr. 2, 1934, 25 cents each; July 2 and Oct. 2, 1934, 35 cents; Jan. 2, 1935, 40 cents; Apr. 2, 1935, 50 cents, and quarterly thereafter to July 1, 1936, incl.; Oct. 1, 1936, $1.50; Dec. 21, 1936, $2; Apr. 1, 1937; $1; July 1, 1937, $1.50; Aug. 20, 1937, $2; Oct. 1 and Dec. 24, 1937, $1 each; Apr. 1, July 1 and Oct. 1, 1938, 25 cents each; Dec. 23, 1938, $1; Apr. 1, 1939, 75 cents.

Paid extra dividends as follows: 1920 and 1922, 5%; 1923 to 1926, incl., 10% per annum; Feb. 15, 1927, 5%; Dec. 31, 1929, 1%; Apr. 2, 1934, 10 cents; Aug. 15, 1935, $1. Paid special dividend of $1 Apr. 1, 1936.

Stock dividends paid: Dec., 1920, 20%; Jan., 1923, 30%; Dec. 1, 1929, 10%.

Transfer Agents: Peoples-Pittsburgh Trust Co., Pittsburgh, Pa.; City Bank Farmers Trust Co., New York. **Registrars:** Union Trust Co., Pittsburgh, Pa.; Guaranty Trust Co., New York. **Listed** on Pittsburgh Stock Exchange; unlisted trading on New York Curb Exchange. Number of stockholders, Dec. 31, 1938, 6,720.

SOUTHERN ALKALI CORPORATION

[Controlled jointly by Pittsburgh Plate Glass Co. (51%) and American Cyanamid Co. (49%)]

History: Incorporated in Delaware on April 20, 1931. Manufactures heavy chemicals. Plants, located in Corpus Christi, Texas, are served by 3 railroad trunk lines. Plant for the production of soda ash, caustic soda and other alkalis went into operation in the fall of 1934; liquid chlorine plant and the refined salt plant opened in 1938. Salt brine for manufacture is piped from company's own wells and natural gas for power is provided from company's near-by field.

Control: Capital stock jointly owned (51% and 49% respectively) by Pittsburgh Plate Glass Co. (see preceding statement) (through Columbia Development Corp., wholly-owned subsidiary) and American Cyanamid Co. (see general index). Entire issue of bonds of Southern Alkali Corp. is also jointly owned by said companies.

Subsidiaries (wholly-owned): Southern Minerals Corp. and Southern Pipe Line Corp.

CONSOLIDATED INCOME ACCOUNT, YEARS ENDED DEC. 31
(Taken from SEC reports)

	1938	1937	1936
Net sales	$6,897,191	$7,773,175	$2,850,889
*Cost of goods sold	4,851,262	5,266,375	1,717,158
*Sell., gen. & adm. exp.	395,631	279,933	231,679
Net operating profit	1,560,138	2,128,168	872,052
Margin of profit	22.62%	27.38%	30.59%
Other income	2[illegible]70	24,113	28,516
Gross income	1,552,508	2,152,281	900,568
Bond interest	304,606	300,000	300,000
Other interest	185,022	181,969	131,582
Times int. earned	2.23	4.41	2.09
Loss on retirement of oil & gas property	102,551	145,787	54,141
Loss on sale of assets, etc.	12,215	1,014	....
Federal income tax	154,257	251,630	18,120
Federal surtax	....	7,796	1,160
Net income	823,858	1,261,665	265,261
Dividends paid	....	925,000	250,000
Surplus for year	823,858	336,665	115,261
Surplus, Jan. 1	60,842	(d)256,739	(d)372,002
Surplus credit	788	....	....
Surplus charges	....	19,713	....
Surplus, Dec. 31	884,690	60,943	(d)256,739

* Includes provision for doubtful accounts: 1938, $5,613; 1937, $1,5[illegible]; 1936, [illegible].

† Includes depreciation and depletion: 1938, depreciation, $657,776; depletion, $216,[illegible]; 1937, depreciation, $587,186; depletion, $32[illegible]; 1936, depreciation, [illegible]; depletion, $16,669.

CONSOLIDATED BALANCE SHEET, AS OF DEC. 31
(Taken from SEC reports)

Assets:	1938	1937	1936
*Property account	$10,065,[illegible]	$10,428,695	$8,339,296
Investment	2,131	3,251	3,251
Rec. affil.—not current	....	....	$85,576
Assets (Cont'd):			
Current Assets:			
Cash and in banks	365,096	1,175,431	117,470
Working funds	1,750	1,925	1,750
Accounts receivable (net)	404,402	264,527	250,010
†Finished chemicals	146,316	152,779	118,124
†Crude oil	503,724	222,655	275,461
†Materials and supplies	171,028	186,861	139,262
Deferred charges	81,890	74,766	57,072
Total	$12,642,941	$12,510,279	$9,387,275
Liabilities:			
‡Capital stock	$2,125,000	$2,125,000	$125,000
1st mtge. bonds, due 1948	4,770,000	5,000,000	5,000,000
Current Liabilities:			
Notes pay.—par. & affil.	2,250,000	1,500,000	3,550,619
Accts. pay.—par. & affil.	1,506,063	2,103,581	
Accts. payable—trade	315,871	858,398	309,532
Accrued interest	63,179	68,639	119,959
Accrued taxes	216,584	301,585	75,836
Accrued sal. & wages	20,017	23,612	15,546
Res. for int. on notes pay.	....	....	7,500
Res. for extraord. maint.	116,533	94,482	64,992
Paid in surplus	375,000	375,000	375,000
Earned surplus	884,690	60,943	(d)256,739
Total	$12,642,941	$12,510,279	$9,387,275
Current assets	$1,592,346	$2,004,163	$902,077
Current liabilities	4,371,717	4,855,751	4,071,521
Net current assets	(d)2,779,371	(d)2,851,586	(d)3,169,444

* After depreciation and depletion: 1938, $3,657,202; 1937, $2,193,156; 1936, $1,199,313.

† Finished chemicals, at cost; crude oil, at market; materials and supplies at lower of cost or market.

‡ Represented by no par shares: 1938 and 1937, 100,000; 1936, 20,000.

§ Due from American Cyanamid & Chemical Corp.

Bonded Debt: Southern Alkali Corp. first s. f. 6s, due 1948:

Authorized, $7,000,000; outstanding, Dec. 31, 1938, $4,770,000 (of which $2,433,000 owned by Pittsburgh Plate Glass Co. and the balance by American Cyanamid Co.); in sinking fund, $230,000.

No further details available.

Capital Stock: Southern Alkali Corp. stock:

Authorized and outstanding, 100,000 shares; no par.

51% of stock is owned by Pittsburgh Plate Glass Co. and 49% by American Cyanamid Co.

Dividends paid per share: 1936, $12.50; 1937, $46.25; 1938, none.