

REPORT OF MR. H. E. ANDERSON RELATING TO AUDIT OF THE

ANACONDA SALES COMPANY - EAST CHICAGO, INDIANA

JANUARY 23RD, 1936

PERIOD COVERED BY AUDIT:

Cash Audit
General Audit

October 1st, 1934 to September 20th, 1935
September 1st, 1934 to August 31st, 1935

TIME REQUIRED FOR AUDIT:

18 Days

CASH:

Cash Book Balance - September 20th, 1935	\$ 2,415.42
Cash on Hand - September 20th, 1935 (9:15 A.M.)	<u>2,415.42</u>

Detail:

<u>Checks:</u>	
9/ 9/35 - Fairmont Wall Paper and Paint Company	\$ 40.10
9/ 9/35 - State Trucking Service, Inc.	6.00
9/12/35 - Kljer-California Company	225.72
9/13/35 - Dowdy Bros.	7.28
9/14/35 - J. A. Bemer Pottery Company	207.90
9/14/35 - Stewart Paint Manufacturing Company	110.00
9/16/35 - Wisniew-Tumpeer, Inc.	26.71
9/16/35 - Hastings Paint Company	111.00
9/16/35 - Dan P. Maher Paint Company	256.58
9/17/35 - Art Stained Shingle Company, Inc.	20.00
9/17/35 - Capital Paint and Varnish Company	240.00
9/17/35 - J. Ravenson and Sons	92.81
9/17/35 - Charles H. Howell and Company, Inc.	240.00
9/17/35 - Henderson and Johnson, Inc.	213.38
9/18/35 - The H. C. Canfield Company	240.00
9/18/35 - Charles Knew Johnson and Company	55.69
9/18/35 - Worth Steel Company	43.31
9/18/35 - Watch Tower Bible and Tract Society	5.94
9/18/35 - The J. E. Harris Company	<u>273.00</u>
	\$ <u>2,415.42</u>

All of the above checks were deposited on September 20th, 1935.

NOTES RECEIVABLE - ON HAND SEPTEMBER 20TH, 1935:

<u>Date</u>	<u>Due</u>	<u>Name</u>	<u>Interest</u>	<u>Amount</u>
8/ 1/35	9/20/35	Puritan Cosmetics, Inc. - St. Louis, Missouri	6%	\$ 7.59
8/ 1/35	10/20/35	Puritan Cosmetics, Inc. - St. Louis, Missouri	6%	7.59
8/ 1/35	11/20/35	Puritan Cosmetics, Inc. - St. Louis, Missouri	6%	7.59
8/ 1/35	12/20/35	Puritan Cosmetics, Inc. - St. Louis, Missouri	6%	7.62
7/15/35	10/13/35	American Paint Corporation - Duluth, Minnesota	6%	152.00
8/19/35	11/17/35	American Paint Corporation - Duluth, Minnesota	6%	<u>201.30</u>
				\$ <u>393.39</u>

BOOKS AND RECORDS CHECKED:

CASH BOOK:

Footings of Cash Book	October 1st, 1934 to September 20th, 1935
Deposit Slips to Cash Book, Monthly Totals to Reports made to New York Office	October 1st, 1934 to September 20th, 1935
Postings to General Ledger	September 1st, 1934 to August 31st, 1935
Postings to Customers Ledger	August, 1935
Cash Receipts in detail, as shown on Deposit Slips, to Cash Book	July 1st, 1935 to September 20th, 1935

PNYC 00011970

BOOKS AND RECORDS CHECKED: (Continued)

CASH BOOK: (Continued)

RECAPITULATION OF CASH BOOK - OCTOBER 1ST, 1934 TO AUGUST 31ST, 1935:

Ledger Balance - September 30th, 1934		\$	None
Receipts:			
Customers Ledger Accounts:			
Anaconda Lead Products	\$ 186,311.03		
Anaconda Zinc Oxide	345,213.12		
Notes Receivable	1,646.94		
Trade Acceptances	35.00		
			<u>533,206.09</u>
		\$	533,206.09
Disbursements:			
Deposits made in the Continental-Illinois Bank and Trust Company, Chicago, Illinois, to the credit of the Anaconda Copper Mining Company - New York City, New York, October 1st, 1934 to August 31st, 1935, inclusive	\$ 473,949.37		
Checks mailed to Mr. James Dickson, General Auditor, for deposit in New York City	59,256.72		
			<u>533,206.09</u>
Ledger Balance - August 31st, 1935		\$	None

JOURNAL:

Examined Journal Entries and checked same to Journal	September and December, 1934, January, April and August, 1935
Footings of Journal	September and December, 1934, January, April and August, 1935
Postings to General Ledger	September 1st, 1934 to August 31st, 1935, inclusive
Postings to Customers Ledger	August, 1935 and Tests
Scrutinized Journal for all large and unusual entries	September, 1934 to August, 1935, inclusive

GENERAL LEDGER:

Postings from:	
Cash Book	September 1st, 1934 to August 31st, 1935
Journal	September 1st, 1934 to August 31st, 1935
Footings of Ledger Accounts	September 1st, 1934 to August 31st, 1935
Verified Trial Balance, as of	August 31st, 1935

CUSTOMERS LEDGER:

Postings from:	
Cash Book	August, 1935
Sales Records:	
Anaconda Lead Products	August, 1935
Anaconda Zinc Oxide	August, 1935
Journal	August, 1935 and Tests
Footings of Ledger Accounts	September 1st, 1934 to August 31st, 1935
Verified Trial Balance, as of	August 31st, 1935
Mailed Statements of Accounts to Customers, attached Auditing Department letter and mailed in envelopes bearing return card of General Office - Butte, Montana, as of	September 30th, 1935

SALES RECORDS:

<u>Anaconda Lead Products:</u>	
Invoices to Record	August, 1935
Footings of Record	August, 1935
Totals to Journal Entries	September, 1934 to August, 1935, inclusive
Postings to Customers Ledger	August, 1935
<u>Anaconda Zinc Oxide - (Akron and East Chicago):</u>	
Invoices to Records	August, 1935
Footings of Records	August, 1935
Totals to Journal Entries	September, 1934 to August, 1935, inclusive
Postings to Customers Ledger	August, 1935

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BOOKS AND RECORDS CHECKED: (Continued)

CREDIT MEMORANDUMS:

Examined Credit Memorandums
Postings to Sales Records September 1st, 1934 to August 31st, 1935, inclusive
August, 1935

AGENCY STOCK RECORDS:

White Lead and White Lead-in-Oil:

Sales made through Anaconda Sales Company from
Agency Stocks August, 1935
Shipments to Agency Stocks August, 1935

Zinc Oxide:

Sales made through Anaconda Sales Company from
Agency Stocks August, 1935
Shipments to Agency Stocks August, 1935

STATEMENTS OF CUSTOMERS ACCOUNTS:

Examined Customers Accounts covering statements returned to the General Office - Butte, Montana, and the East Chicago Office, with notations of differences, and in each case I found the statement to be correct. In most cases payment covering the account had been received in the East Chicago Office after October 1st, 1935 and proper credit had been given on the books.

GENERAL LEDGER TRIAL BALANCE - AUGUST 31ST, 1935:

	<u>DR.</u>	<u>CR.</u>
New York Office	\$	\$ 95,187.00
Accounts Receivable	95,036.61	
Accounts Payable		405.00
Notes Receivable	555.39	
White Lead Purchased	136,112.79	
White Lead-in-Oil Purchased	37,147.47	
Zinc Oxide Purchased	286,718.67	
White Lead Sales		136,112.79
White Lead-in-Oil Sales		37,147.47
Zinc Oxide Sales		<u>286,718.67</u>
	<u>\$ 555,570.93</u>	<u>\$ 555,570.93</u>

CUSTOMERS LEDGER TRIAL BALANCE - AUGUST 31ST, 1935:

	<u>DR.</u>	<u>CR.</u>
American Marine Paint Company	\$ 170.46	
American Paint and Supply Company	356.25	
Alpha Sign Service	4.28	
Anaconda Chemical and Paint Company	10.92	
American Car and Foundry Company	1.51	
Armitage and Company, John L.	120.00	
Asbestos Textile Company	240.00	
American Refrigerator Transit Company	247.50	
American Asphalt Paint Company	5,390.00	
Accurate Insulated Wire Company	144.00	
Ardorfer Long Company	40.50	
Akron Paint and Varnish Company	121.50	
Allenstown Paint Manufacturing Company	202.50	
Arco Company	206.25	
American Bank Note Company	153.13	
Apex Color Works	240.00	
Anaconda Wire and Cable Company (Hastings)	<u>16.27</u>	
Carried Forward	\$ 7,645.07	\$ -

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MEMBERS LEDGER TRIAL BALANCE - AUGUST 31ST, 1935: (Continued)

	<u>DR.</u>	<u>CR.</u>
Brought Forward	\$ 2,645.07	\$ -
Art Stained Shingle Company	25.00	
Architectural Tiling Company	1,334.00	
Ereing Bros., Incorporated	1,350.00	
Bauer Pottery Company, J. A.	336.00	
Berry Brothers Company	240.63	
Butcher Company, L. H. - San Francisco	104.50	
Butcher Company, L. H. - Los Angeles	3,087.49	
Boydell Bros. White Lead and Color Company		405.00
Baltimore Paint and Color Company	110.00	
Bowens Company, Frank	360.00	
Boston Blacking and Chemical Company	300.00	
Berg and Markell, Incorporated	485.50	
Boysen Company, Walter N.	510.00	
Bailey - Walker China Company	121.50	
Booth Paint Company, Joe	56.25	
Boston Insulated Wire and Cable Company	225.00	
Banner Supply Company	40.50	
Birge and Sons Company, M. H.	90.00	
Burkes Tropical Paint Company	40.50	
Brown Lumber Company	24.90	
Bates Paint Service Company	21.81	
Con-Ferro Paint and Varnish Company	307.68	
Clement Coverall Company	55.00	
Colonial Works	699.25	
Capital Paint and Varnish Company	240.00	
Chilton Paint Company	162.00	
Cook Paint and Varnish Company	234.00	
Caldow Paint Company	12.00	
California Ink Company	48.75	
Certain-tead Products Company	48.94	
Cook and Dunn Paint Company	361.00	
Canfield Company, H. O.	960.00	
Colbar Paint and Varnish Company	30.00	
Consolidated Paint Company	120.00	
Colgate - Palmolive - Pest Company	956.25	
Cooper Company, Charles	16.31	
Chemical Sales Corporation	5.74	
Collyer Insulated Wire Company, Incorporated	300.00	
Chamberlain Paint Company	355.50	
Collins Daroust Paint Manufacturing Company	127.50	
Jarlova, Incorporated	163.13	
California Paience Company	9.00	
Clarke Paint and Varnish Company	40.50	
Conkling Armstrong Terra Cotta Company	78.00	
Connecticut Company	16.50	
Detroit Graphite Company	1,956.25	
DeHart Paint and Varnish Company	302.25	
Debevoise Company	121.50	
Devoe and Reynolds Company (Brooklyn)	325.50	
Doidge Koren Paint Company	203.25	
Du Pont De Nemours and Company, E. I.	962.50	
Devins Paint and Varnish Company	61.00	
Davis Company, H. B.	2,581.50	
Duro Paint Company	40.50	
Durke Atwood Company	119.00	
Donovan Paint and Lacquer Company	1.56	
DeGregory Paint Stores	126.00	
Dannenbaum Paint Company	205.75	
Demmer Hardware Company, R. D.	53.51	
Evans Brothers	145.00	
Eastern Greyhound Lines	6.75	
Kevenson and Sons, J.	93.75	
Equality Oil and Fuel Company	67.50	
Emerick and Duncan Company	164.38	
Eastern Varnish Works	82.26	
Edison, Incorporated, Thomas A.	60.00	
Eljer California Company	312.84	
Embassy Paint Company	180.00	
E. A. B. Paint Company	298.31	
Eagle Pitcher Lead Company	15.25	
French Wolf Paint Products Company	110.00	
Factory Economy Paint Store	41.17	
Floorshine Paint and Varnish Company	49.75	
	\$ 30,783.73	\$ 405.00

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CUSTOMERS LEDGER TRIAL BALANCE - AUGUST 31ST, 1935: (Continued)

	DR.	CR.
Brought Forward	\$ 30,783.73	\$ 405.00
Fuiler - Clarkson and Company	94.00	
Fulghum and Company	50.00	
Fuiler Company, W. P.	300.00	
Firestone Tire and Rubber Company	15.30	
Glidden Company	28.88	
Goldsberg and Company, J. W.	480.00	
Golden West Paint Company	58.00	
Garden City Pottery Company	30.00	
General Cable Company	45.00	
General Petroleum Corporation	192.50	
Gloce Paint Works	243.00	
General Printing Ink Corporation	130.50	
General Paint Corporation (San Francisco)	639.00	
Gladding - McBean and Company	240.00	
General Paint Corporation (Los Angeles)	948.53	
Galloway Terra Cotta Company	6.00	
General Ceramics Company	30.00	
Great Western Paint Manufacturing Company	81.13	
Globe Porcelain Company	6.00	
Hotel Everett	9.00	
Howell Company, Charles H.	240.00	
Hill - Hentschel Company	28.88	
Harris Company, J. E.	1,833.00	
Hornel Company, O.	267.75	
Hancock Paint and Varnish Company	786.00	
Hughes and Company, R. M.	15.00	
Holladay Chase Company	42.00	
Hollingshead Company, R. M.	60.00	
Hastings Paint Company	756.23	
Henderson and Johnson, Incorporated	576.38	
Hatfield, J. E.	16.31	
Hagerstown Rubber Company	240.00	
Harrison Paint and Varnish Company	188.75	
Industrial Paint and Varnish Company	3.00	
International Smelting and Refining Company, Zinc Oxide Department	40.32	
International Printing Ink Corporation	26.63	
International Paint Company	300.00	
India Lacquer Company	170.00	
Ideal Laboratories	12.75	
Johnson and Company, Charles Even	96.75	
King and Company, E. and F.	81.00	
Krank Company, A. J.	25.50	
Keystone Brass and Rubber Company	120.00	
Keystone Refining Company	16.31	
Keystone Varnish Company	900.00	
Kunst Brothers	454.00	
King Paint Manufacturing Company	980.00	
LaFleur Brothers	170.72	
Leco Paint Company, Incorporated	40.50	
Longman and Martinez	236.50	
Landers Segal Color Company	376.32	
Lone Star Paint Company	11.00	
Leviton Manufacturing Company	36.00	
Lynch and Company, A. J.	64.22	
Louisville Pottery Company	60.00	
Lund and Pons Paint Company	94.26	
Merchants and Manufacturers Paint Company	364.50	
Marvelite Paint Company	191.00	
Murphy Varnish Company	607.50	
Meyer Brothers Drug Company	63.75	
Maher Paint Company, Dan P.	323.26	
Midland Chemical Company	14.33	
Mieller Mosaic Company	37.50	
Master Paint Manufacturing Company	2.38	
Mechanics Paint Company	30.00	
Mamury and Son, John W.	3,916.21	
Mallinckrodt Chemical Works	383.27	
Mutual Paint Manufacturing Company	30.00	
Missouri-Kansas-Texas Railway Company	101.90	
Ming and Stephens	110.19	
McCraw Paint Manufacturing Company	42.00	
McKesson and Robbins	206.75	
Carried Forward	\$ 50,182.19	\$ 405.00

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CUSTOMERS LEDGER TRIAL BALANCE - AUGUST 31ST, 1935: (Continued)

	<u>DR.</u>	<u>CR.</u>
Brought Forward	\$ 50,182.19	\$ 405.00
McKesson Western W. Drug Company	74.83	
McKesson Merrill St. Louis Drug Company	.13	
McLuske and Company, John	162.75	
Norfolk Paint and Varnish Company	4,216.31	
New England Transportation Company	11.21	
Nemitz and Son, Geo. F.	5.56	
National Adhesive Corporation	240.00	
National Paint and Varnish Company	850.38	
Norwich Pharmacal Company	59.25	
New York, New Haven and Hartford Railroad Company	429.00	
National Lead Company	105.00	
National Paint and Varnish Works	209.73	
National Hotel Management	37.52	
Oakley Paint Manufacturing Company	126.00	
Osgood Company, Charles	17.00	
Okonite Company	30.00	
Omega Chemical Company	25.50	
Orno Manufacturing Company	.20	
Olsen Preservative and Paint Company	195.00	
Phelan Faust Paint Company	810.00	
Pierce Company, F. O.	229.50	
Progress Paint Manufacturing Company	100.50	
Paye, C. G.	42.00	
Pacific Bone Coal Fertilizer Company	65.25	
Paraffins Company	210.00	
Parke's Paint Works	82.50	
Pennsylvania Greyhound Lines	2.25	
Premier Oil and Lead Works	231.50	
Perlman Paint and Supply Company	57.50	
Pontiac Paint Manufacturing Company	405.00	
Perkins Company, Dorothy	12.75	
Phillip Brothers	5,274.25	
Parker Preston and Company	16.35	
Pure Oil Company	1,200.00	
Physicians and Hospital Supply Company	12.75	
Paragon Paint Company	223.00	
Pycol, Incorporated	976.00	
Peck's Pure Paint, Incorporated	42.00	
Pyramid Paint and Varnish Company	40.50	
Rinabed Mason Company	405.00	
Randall Company, R. S.	28.75	
Rosen Company, H. D.	553.43	
Rice Paint Works	40.50	
Rubenstein, J.	356.50	
Raritan Copper Works	50.27	
Rising Sun Color Works	100.50	
Robbins Tire and Rubber Company	480.00	
St. Louis Surfacer and Paint Company	16.31	
Sherwin Williams Company	3,830.93	
Sinclair and Valentine	81.00	
Sullivan Paint and Wallpaper Company	70.50	
Sheridan Color Company	36.90	
Stewart Paint Manufacturing Company	1,847.56	
Strassel-Gans Paint Company	42.58	
Sterling Paint and Color Company	81.00	
Sinclair Refining Company	888.75	
Sterling Varnish Company	560.48	
Sterling Paint Company	48.15	
Speed-O-Lac Products Company	660.00	
Simplex Wire and Cable Company	431.25	
St. Louis - San Francisco Railway Company	42.50	
Swavely Paint and Varnish Company	9.00	
Spencer Company, F. E.	405.00	
Standard Chemical Works	921.60	
Standard Glass and Paint Company	103.75	
Southern Paint and Varnish Company	15.00	
Shore Company, Harold E.	50.13	
Seldits Paint and Varnish Company	-120.00	
Schultz Paint and Lacquer Manufacturing Company	40.50	
Sanitary Earthenware Specialty Company	17.75	
Socoxy Vacuum Oil Company	962.50	
Sundry Employees - Akron	8.86	
Carried Forward	\$ 80,354.89	\$ 405.00

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CUSTOMERS LEDGER TRIAL BALANCE - AUGUST 31ST, 1935: (Continued)

	<u>DR.</u>	<u>CR.</u>
Brought Forward		
Beheneetady Varnish Company	\$ 80,354.89	\$ 400.00
Samuel Stamping and Enameling Company	37.50	
San Diego Paint Company	2,867.50	
Stafford Miller Company	42.00	
Thompson Wood Finishing Company	12.75	
Thompson Hayward Chemical Company - Kansas City	15.40	
Trojan Powder Company	109.09	
Tibbetts - Westerfield Paint Company	58.50	
Tibbetts Carr Company	42.00	
Tyre Bros. Glass and Paint Company	335.25	
Timeproof Paint Products Company	126.00	
Triangle Conduit and Cable Company	273.75	
Thompson Hayward Chemical Company - Minneapolis	900.00	
Uncollectible Accounts:	15.93	
American Encaustic Tiling Company	\$ 72.00	
Keystone Pottery Company	83.33	
Lehman Brothers	63.80	
Ohio Varnish Company	109.05	
Phoenix Paint and Varnish Company	227.89	
United Color and Pigments Company	24.00	
Varcroft Works	600.00	
Viall and Son, Geo. I.	162.00	
Valentine and Company	1,970.00	
Vita Var Corporation	2,799.50	
Walker Brothers	150.00	
Worth Steel Company	43.75	
Western Paint and Varnish Company	550.00	
Wisher, O. F.	2.75	
Woolsey Paint and Color Company, C. A.	202.50	
Weiskopf Paint Company	57.50	
West Paint and Varnish Company	606.25	
Wishnick Tumpsee Company	54.00	
Western Electric Company	240.00	
White Company, J. M.	.42	
Westinghouse Air Brake Company	170.00	
Whitlam Manufacturing Company, J. C.	41.61	
Wooster China Company	10.00	
West Company	37.50	
Yarnall Paint Company	702.50	
York Finishing Works	18.00	
Yoder and Gordon	607.50	
	<u>\$ 95,036.61</u>	<u>\$ 400.00</u>

ACCOUNTS RECEIVABLE:

The following Accounts Receivable as of August 31st, 1935, were past due and remained wholly or partly unpaid at December 31st, 1935:

CUSTOMERS LEDGER:

<u>Name and Remarks</u>	<u>Last Payment</u>		<u>Balance</u> <u>=/31/35</u>
	<u>Date</u>	<u>Amount</u>	
American Paint and Supply Company Dallas, Texas	2/15/35	\$ 280.13	\$ 556.25
3/13/35 - Invoice 251		\$ 202.50	
6/ 6/35 - Invoice 1032		60.00	
6/20/35 - Invoice 718		33.75	
8/ 6/35 - Invoice 1464		60.00	
Paid \$202.50 in October and \$93.75 in December, 1935.			
December balance \$686.25. Insufficient working Capital.			
Good Credit rating. A safe account but very slow pay.			
American Car and Foundry Company Berwick, Pa.	7/15/35	24.75	1.51
3/ 9/35 - Invoice 321 (Balance)		\$ 1.51	
Covers a freight deduction which will be adjusted.			

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ACCOUNTS RECEIVABLE: (Continued)

CUSTOMERS LEDGER: (Continued)

Name and Remarks	Last Payment		Balance 7/31/35
	Date	Amount	
Apex Color Works New York City, N. Y.	7/28/35	\$ 202.50	\$ 240.00
7/ 5/35 - Invoice 1463		\$ 120.00	
7/28/35 - Invoice 1740		120.00	
Paid \$120.00 in October and \$120.00 in December, 1935. December balance \$440.25. Not a good account. On T.O.D. basis at present and require an additional payment on old account with each purchase. Expect to make collection but will be slow.			
Chamberlain Paint Company Scranton, Pa.	6/25/35	177.75	305.50
6/13/35 - Invoice 982		\$ 59.25	
6/25/35 - Invoice 1252		59.25	
7/17/35 - Invoice 1643		59.25	
7/31/35 - Invoice 1877		59.25	
8/20/35 - Invoice 1700		59.25	
8/31/35 - Invoice 1840		59.25	
Paid \$296.25 from September to December, 1935. December balance \$235.50. Chronic slow pay. Not a high grade concern. Limited credit granted.			
California Paint Company Berkeley, California	5/13/35	9.00	9.00
7/30/35 - Invoice 1007		\$ 9.00	
Good. Expect payment soon.			
DeGregory Paint Stores Los Angeles, California	8/19/35	252.00	126.00
8/ 5/35 - Invoice 467		\$ 84.00	
7/ 9/35 - Invoice 875		42.00	
Paid \$42.00 in October. December balance \$168.00. A good concern but occasionally very slow. Credit reports are favorable. Expect payment in full soon.			
Hastings Paint Company West Springfield, Massachusetts	8/23/35	247.35	756.23
6/ 5/35 - Invoice 502		\$ 81.00	
6/ 5/35 - Invoice 900		30.00	
6/18/35 - Invoice 1132		30.00	
6/18/35 - Invoice 690		81.00	
6/25/35 - Invoice 750		81.00	
6/25/35 - Invoice 1222		30.00	
7/ 5/35 - Invoice S-471		8.30	
7/12/35 - Invoice 885		81.00	
7/12/35 - Invoice 1641		8.30	
8/ 7/35 - Invoice S-528		21.13	
8/14/35 - Invoice S-562		81.00	
8/ 7/35 - Invoice 870		40.50	
8/21/35 - Invoice 970		81.00	
8/30/35 - Invoice 1078		30.00	
8/ 7/35 - Invoice 1446		30.00	
8/21/35 - Invoice 1722		12.00	
8/30/35 - Invoice 1828		12.00	
Paid \$111.00 in September, \$111.00 in October and \$110.00 in December. December balance \$642.78. Insufficient working capital. Not a safe account. Always slow and have considerable difficulty in keeping the account down. Trying to get the account in balance and will then discontinue doing business with them.			
Kunst Brothers San Francisco, California	6/24/35	42.00	434.00
5/11/35 - Invoice 543		\$ 42.00	
5/20/35 - Invoice 609		84.00	
6/ 1/35 - Invoice 528		70.00	
7/31/35 - Invoice 993		204.00	
7/ 9/35 - Invoice 1585		55.00	
Paid \$251.00 in September. December balance \$781.50. Paid \$511.00 in January, 1936. Good account. Occasionally slow.			

PNYC 00011977

ACCOUNTS RECEIVABLE: (Continued)

CUSTOMERS LEDGER: (Continued)

Name and Remarks	Last Payment		Balance 12/31/35
	Date	Amount	
King Paint Manufacturing Company Brooklyn, New York	8/14/35	\$ 202.50	\$ 920.00
3/ 5/35 - Protest Fee		\$ 1.25	
4/ 4/35 - Invoice 188		135.00	
5/14/35 - Invoice 533		168.75	
5/22/35 - Invoice 611		135.00	
6/ 6/35 - Invoice 508		135.00	
6/21/35 - Invoice 682		135.00	
8/ 7/35 - Invoice 874		135.00	
8/16/35 - Invoice 920		135.00	
Paid \$303.75 in September and \$270.00 in November. December balance \$111.25. Formerly a high grade concern. Credit reports indicate from four to six months slow. Not extending any further credit. Collectible.			
Meng and Stephens Company Rochester, New York	8/ 2/35	60.81	110.19
7/16/35 - Invoice 941 (Balance)		\$.19	
8/ 2/35 - Invoice 1384		55.00	
8/26/35 - Invoice 1738		55.00	
Also invoice in September of \$40.50 unpaid. Not a desirable account. Making special effort to collect.			
Midland Chemical Company St. Paul Minnesota	-	-	14.33
6/24/35 - Returned Check		\$ 11.88	
6/24/35 - Discount		.12	
6/24/35 - Protest Fee		2.33	
Bad Check in payment of C.O.D. shipment by Cammeron Transfer Company from Warehouse Stock. Doubtful.			
Geo. F. Nemitz and Son Hutchison, Minnesota	7/ 1/35	121.50	6.56
2/26/34 - Invoice 88		\$ 7.56	
1/22/34 - Less Cash Overpayment		1.00	
Controversy on an item of freight. Adjustment will be made.			
Parker Paint Works Rochester, New York	5/24/35	15.00	82.50
6/12/35 - Invoice 1078		\$ 82.50	
Paid \$25.50 in September and \$35.00 in November. Expect to collect the balance. Not extending further credit.			
Pontiac Paint Manufacturing Company Pontiac, Michigan	6/20/35	81.00	405.00
6/ 4/35 - Invoice 486		\$ 81.00	
6/17/35 - Invoice 630		81.00	
7/22/35 - Invoice 933		81.00	
7/23/35 - Invoice 935		81.00	
8/26/35 - Invoice 1012		81.00	
Paid \$81.00 in September and \$162.00 in October. December balance \$202.50. Business is not on a paying basis. Credit reports show two to four months slow. Collectible but will not extend further credit.			
Pysol, Incorporated Hathorne, New Jersey	5/17/35	42.75	976.00
4/ 3/35 - Invoice 152		\$ 41.50	
4/24/35 - Invoice 262		41.50	
5/31/35 - Invoice 427		41.50	
8/21/35 - Invoice 574		41.50	
8/29/35 - Invoice 988		81.00	
Paid \$124.50 in September, \$250.00 in November and \$500.00 in December. The December balance is \$1197.00. A large concern. Good Credit rating. Credit reports indicate slow pay but a satisfactory account.			

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ACCOUNTS RECEIVABLE: (Continued)CUSTOMER LEADER: (Continued)

<u>Name and Remarks</u>	<u>Last Payment Date</u>	<u>Amount</u>	<u>Balance</u>
J. Rubenstein Corona, Long Island, New York	8/21/35	\$ 127.13	352.50
3/10/35 - Invoice 475		\$ 40.50	
3/22/35 - Invoice 689		40.50	
5/23/35 - Invoice 1237		38.50	
6/14/35 - Invoice 616		40.50	
6/13/35 - Invoice 1048		38.50	
7/ 2/35 - Invoice 765		40.50	
7/ 2/35 - Invoice 1391		38.50	
8/16/35 - Invoice 916		40.50	
8/16/35 - Invoice 1560		32.50	
Paid \$79.00 in October, \$119.50 in November and 340.50 in December. December balance \$256.38. Placed on P.O.D. basis. Not a satisfactory account. May give the account to a Collection Agency for collection.			
Stewart Paint Manufacturing Company Minneapolis, Minnesota	5/19/35	260.50	1,347.56
5/ 3/35 - Invoice 484		\$ 121.50	
5/ 4/35 - Invoice 478		33.75	
6/11/35 - Invoice 590		101.25	
6/ 1/35 - Invoice 806		110.00	
6/ 3/35 - Invoice 874		10.00	
6/ 6/35 - Invoice 966		30.00	
6/11/35 - Invoice 1042		110.00	
6/12/35 - Invoice 1044		4.81	
6/13/35 - Invoice 1046		110.00	
6/20/35 - Invoice 1164		110.00	
6/18/35 - Invoice 706		101.25	
6/24/35 - Invoice 1218		220.00	
7/12/35 - Invoice 887		67.50	
7/ 1/35 - Invoice 1349		110.00	
7/13/35 - Invoice 1631		110.00	
7/23/35 - Invoice 1897		110.00	
7/23/35 - Invoice 1855		110.00	
8/ 9/35 - Invoice 868		67.50	
8/ 7/35 - Invoice 1426		110.00	
Paid \$832.56 from September to December. December balance \$1,703.75. A good concern and considered a safe account. Usually three to six months slow.			
Strassel - Gans Paint Company Louisville, Kentucky	8/26/35	42.58	42.58
8/30/35 - Returned Check		\$ 40.10	
8/30/35 - Discount		.40	
8/30/35 - Protest Fee		2.08	
Check issued to cover Invoice 806 of August 6th, 1935. In September petition filed in the United States District Court under Section 77-B of the Bankruptcy Act. Our claim is being filed in January, 1936. Recovery is likely to be very small.			
Sterling Paint Company Emeryville, California	2/20/35	50.00	48.13
1/22/35 - Invoice 265		\$ 48.13	
In September a Creditors Composition Settlement Agreement was signed to accept 25% of the account as full payment. Expect this payment soon. Balance of the account will be charged off.			
Standard Chemical Works, Incorporated Reading, Pennsylvania	7/24/35	199.30	921.60
5/22/35 - Invoice 621		\$ 81.00	
5/27/35 - Invoice 1245		110.00	
6/ 5/35 - Invoice 342		6.30	
6/12/35 - Invoice 614		41.00	
7/ 3/35 - Invoice 467		6.30	
7/24/35 - Invoice 1785		220.00	
8/ 1/35 - Invoice 830		81.00	
8/14/35 - Invoice 498		32.00	
Paid \$191.00 in September, \$97.60 in November and \$220.00 in December. The December balance is \$591.60. Not extending further credit until the balance is paid. Has not been a satisfactory account. Past record shows very slow pay.			

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ACCOUNTS RECEIVABLE: (Continued)

CUSTOMERS LEDGER: (Continued)

Name and Remarks	Last Payment		Balance = / 31 / 35
	Date	Amount	
Standard Glass and Paint Company Berkeley, California	8/27/35	\$ 200.00	\$ 103.75
5/25/35 - Invoice 1278 (Balance)		\$ 13.75	
7/22/35 - Invoice 1769		30.00	
7/27/35 - Invoice 1891		30.00	
8/24/35 - Invoice 1726		30.00	
December balance \$206.13. L. H. Butcher Company, San Francisco, California is handling the account. Promised a payment recently out, as yet, has not been received. Considered collectible but not a desirable account. Not extending further credit.			
Southern Paint and Varnish Company Dallas, Texas	-	-	15.00
10/27/34 - Invoice 1890		\$ 6.00	
11/13/34 - Invoice 2031		6.00	
11/16/34 - Invoice 2231		3.00	
Paid \$5.00 in September, 1935. Balance transferred to "Uncollectible Accounts" in October, 1935. Gone out of business. Former Proprietor promises payment. Doubtful account.			
Tibbetts - Carr Company, Limited Los Angeles, California	8/23/35	42.75	335.25
6/10/35 - Invoice 680 (Balance)		\$ 41.25	
7/17/35 - Invoice 849		168.00	
7/ 1/35 - Invoice 917		42.00	
7/11/35 - Invoice 1013		42.00	
8/29/35 - Invoice 978		42.00	
Paid \$167.25 from October to December, 1935. December balance \$379.75. Operating under a Creditors Agreement since October 3rd, 1935. Charles R. Marfel, Assignee. Our consent to consignment of our claim presented January 10th, 1936. Business is showing progress and some profit has been made. Efforts are being made to dispose of the business as a going concern, and prospects are favorable. A substantial amount of recovery is expected.			
O. F. Wisher San Francisco, California	6/17/35	2.75	2.75
5/14/35 - Invoice 1089		\$ 2.75	
Our Agent. Deduction will be made from Commission payment.			
J. C. Whitlam Manufacturing Company Wadsworth, Ohio	6/26/35	20.88	41.61
6/18/35 - Invoice 406		\$ 16.60	
6/24/35 - Invoice 420		16.60	
7/ 1/35 - Invoice 455		8.61	
Paid \$15.03 in September. December balance \$41.81. Placed on C.O.D. basis. Considered collectible and expect payment soon.			
Yarder and Gordon Norfolk, Virginia	8/29/35	121.50	607.50
5/14/35 - Invoice 539		\$ 121.50	
6/13/35 - Invoice 612		121.50	
6/27/35 - Invoice 784		121.50	
8/ 2/35 - Invoice 862		121.50	
8/27/35 - Invoice 1030		121.50	
Paid \$121.50 in September, \$121.50 in October and \$121.50 in December. December balance \$486.00. Not a very safe account. Chronic slow pay. Credit reports show two to six months slow. Trying to keep the account under control. Now selling on each order separate basis.			

UNCOLLECTIBLE ACCOUNTS:

The following inactive accounts, the status of which has been definitely established, have been transferred to one account, "Uncollectible Accounts". Some payments are expected on a few of the accounts before they are charged off.

ACCOUNTS RECEIVABLE: (Continued)CUSTOMERS LEDGER: (Continued)DELINQUENT ACCOUNTS: (Continued)

<u>Name and Remarks</u>	<u>Last Payment</u>		<u>Balance</u> <u>5/31/35</u>
	<u>Date</u>	<u>Amount</u>	
American Encaustic Tiling Company, Limited Maurer, New Jersey	-	\$ -	\$ 72.00
4/ 2/35 - Invoice 426		\$ 36.00	
5/11/35 - Invoice 977		36.00	
This company is under process of re-organization under section 77-B of Chapter 8 of the Bankruptcy Act. Plan covers a cash payment of 10% of the claim and the balance in common stock of the new organization at \$10.00 per share. Court hearing scheduled for January 17th, 1936 for approval of re-organization plan. Ultimate recovery will likely be very small.			
Keystone Pottery Company Trenton, New Jersey	4/12/35	8.67	83.33
7/10/34 - Invoice 1319 (Balance)		\$ 44.58	
7/20/34 - Invoice 1174		36.50	
8/14/34 - Invoice 1174-B		2.23	
A voluntary petition in bankruptcy was filed April 15th, 1935. Our proof of claim filed June 24th, 1935 with C. H. Wheelans, Referee in Bankruptcy. A payment of \$1.43 was received December 9th, 1935. A dividend payment is promised in January, 1936. Recovery will be very small.			
Lehman Brothers Jersey City, New Jersey	12/ 5/33	3.54	55.80
10/ 1/29 - Invoice OS-4384 (Balance)		\$ 60.42	
12/26/29 - Invoice OS-4863		3.38	
This company has been operating under the direction of a Creditor's Committee since March 1st, 1930. Dividends of 9% have been paid, and further dividends are expected, though likely to be very small. No recent reports have been received.			
Ohio Varnish Company Cleveland, Ohio	6/ 6/35	18.99	109.05
5/ 1/31 to 10/12/31 - Ten Invoices		\$ 885.01	
Less amount written off in December, 1933		700.00	
		\$ 185.01	
Less dividend payments of \$18.99 in October, 1933, \$18.99 in June, 1934, \$18.99 in November, 1934 and \$18.99 in June, 1935		75.96	
This company went into hands of a Receiver on November 4th, 1931. Our proof of claim was filed February 5th, 1932. The assets of the company were sold on installment payment plan. Final dividend of \$28.49 was received October 7th, 1935, and the balance of the account was written off in October, 1935.			
Phoenix Paint and Varnish Company Philadelphia, Pennsylvania	6/ 6/32	7.03	227.89
6/ 3/31 - Invoice OS-906 (Balance)		\$ 10.39	
7/15/31 - Invoice OS-947		217.50	
Bankrupt. Proof of claim filed February 4th, 1932, with David Werner Anram, Referee in Bankruptcy. The above payment represents a 3% dividend. Some funds are available for distribution to Creditors but are held up due to litigation over claims for wages, etc., which have not as yet been settled. A small final dividend may be paid. This account was written off in December, 1935.			

REMARKS:

I found the books and records of this company to be in good order.

PNYC 00011981