

BOARD OF DIRECTORS MEETING

August 28, 1945

INTERNATIONAL SMELTING AND REFINING COMPANY

PNYC00006855

N11109

Secretary's Copy

INTERNATIONAL SMELTING AND REFINING COMPANY

11:00 A. M.

DIRECTORS' MEETING - AUGUST 28, 1945.

PROGRAM

DIRECTORS

Cornelius F. Kelley
James R. Hobbins
Robert E. Dwyer
William Wraith
Frederick Laist
Clyde E. Weed
Elbert O. Sowerwine

Minutes of the Meeting held July 24, 1945, to be read and approved.

Presentation of Statements of Net Income and of Net Current Assets as of July 31, 1945.

Approval of Appropriations:

<u>No.</u>	<u>Description</u>	<u>Amount</u>
151	For a Yale Scoop Truck for the East Chicago Plant	\$6,300.00

Resolution to be adopted ratifying the action of the Officers of the Company in executing on August 16, 1945, on behalf of the Company, Gas Sales Agreement with the El Paso Natural Gas Company covering the purchase of Natural Gas for industrial use at Inspiration, Arizona:

RESOLVED, that the action of the Officers of the Company in executing on behalf of the Company on August 16, 1945, Gas Sales Agreement between the El Paso Natural Gas Company and the International Smelting and Refining Company, covering the purchase of Natural Gas for industrial use at Inspiration, Arizona, be and it hereby is in all respects ratified, approved and confirmed.

Adjournment.

PNYC00006856

INTERNATIONAL SMELTING AND REFINING COMPANY
SUMMARY OF REGULAR MONTHLY MEETING OF BOARD OF DIRECTORS
HELD JULY 24, 1945

Minutes of Regular Monthly Meeting held July 24, 1945 were read and approved.

Statements of Net Debits and Net Current Assets, estimated as of June 30, 1945, were approved and ordered placed on file.

Resolution was adopted ratifying and approving the action of the Officers of the Company in authorizing Appropriations in the amount of \$14,500.

Resolution was adopted ratifying and approving the action of the Officers in executing on behalf of the Company on June 25, 1945 a Supplemental Smelting Contract with the Miami Copper Company, extending and modifying the Smelting Contract between the Miami Copper Company and the International Smelting and Refining Company dated November 16, 1939, heretofore modified and extended.

Resolution was adopted authorizing the Officers of the Company to execute a Warranty Deed conveying and granting to Alice Harnden Nelson and Willard L. Nelson, a tract of land in Tucson City, Tucson County, Utah, known as: Lot 14 Block 2 Railway Subdivision, Tucson City, Utah for the sum of \$250.

Resolution was adopted ratifying the action of the officers in fixing the declared value of the assets of the Company as of December 31, 1944 at \$10,000,000, for the purpose of filing the Capital Stock Tax Return on or before July 31, 1945.

Adjourned

PNYC00006857

N11109.01

INTERNATIONAL SMELTING AND REFINING COMPANY

11:00 A. M.

DIRECTORS' MEETING - AUGUST 28, 1945.

PROGRAM

DIRECTORS

Cornelius P. Kelley
James R. Robbins
Robert E. Dwyer
William Wraith
Frederick Laist
Clyde E. Seed
Elbert O. Sowerwine

Minutes of the Meeting held July 24, 1945, to be read and approved.

Presentation of Statements of Net Income and of Net Current Assets as of July 31, 1945.

Approval of Appropriations:

<u>No.</u>	<u>Description</u>	<u>Amount</u>
151	For a Yale Scoop Truck for the East Chicago Plant	<u>\$4,300.00</u>

Resolution to be adopted ratifying the action of the Officers of the Company in executing on August 16, 1945, on behalf of the Company, Gas Sales Agreement with the El Paso Natural Gas Company covering the purchase of Natural Gas for industrial use at Inspiration, Arizona.

Adjournment.

PNYC00006858

N11109.02

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 28, 1945

ESTIMATED NET INCOME

	Month of July 1945	Month of June 1945	Seven Mos. ended July 31, 1945	Seven Mos. ended July 31, 1944
Smelting Department	\$ 33,870	\$ 23,806	\$105,567	\$ 61,193
Baritan Copper Works	79,233	66,194	859,432	605,276
Lead Refining Department	6,311	6,578	42,808	54,661
Zinc Oxide Department	15,848	36,274	83,265	37,098
White Lead Department	5,485	5,348	22,756	15,320
Accrued Interest on Advances to Leases Sold	-	-	18,500	-
Miscellaneous	-	-	18,296	40,682
	<u>\$ 73,007</u>	<u>\$ 79,892</u>	<u>\$893,978</u>	<u>\$674,268</u>
Deduct:				
Glacier Peak Lease - Cancelled	\$ -	\$ -	\$ -	\$ 60,711
Advances Written Off	-	-	-	45,240
Loss on Sale of Claims:				
Walker Mining Company	-	-	44,628	-
Administrative Expenses	7,500	8,018	72,732	64,406
Capital Stock Tax	1,042	1,042	11,042	5,833
Miscellaneous Taxes	2	-	5,935	4,979
Interest - 6% Debentures	-	-	-	234,639
- Anaconda Copper Mining Company	-	-	56,501	75,837
	<u>\$ 8,544</u>	<u>\$ 9,060</u>	<u>\$190,838</u>	<u>\$491,645</u>
Less - Depreciation & Obsolescence	\$ 64,463	\$ 70,832	\$703,140	\$182,623
	<u>44,905</u>	<u>47,822</u>	<u>348,117</u>	<u>386,940</u>
Federal Income Taxes	\$ 19,558	\$ 23,010	\$355,023	\$204,317
	<u>5,400</u>	<u>6,400</u>	<u>86,800</u>	<u>-</u>
<u>NET INCOME</u>	<u>\$ 14,158</u>	<u>\$ 16,610</u>	<u>\$268,223</u>	<u>\$204,317</u>
Add - Net Income of Subsidiary Companies	-	-	163	74,446
<u>CONSOLIDATED NET INCOME</u>	<u>\$ 14,158</u>	<u>\$ 16,610</u>	<u>\$268,386</u>	<u>\$273,763</u>

CONSOLIDATED SURPLUS ACCOUNT

<u>BALANCE</u> - January 1, 1945 (Adjusted)	\$642,441
<u>ADD</u> - Net Income - Seven Months ended July 31, 1945	268,386
<u>BALANCE</u> - July 31, 1945	<u>\$910,827</u>

PNYC00006859

N11109.03

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 28, 1945
ESTIMATED NET INCOME - SMELTING DEPARTMENT

	Month of July 1945	Month of June 1945	Seven Mos. ended July 31, 1945	Seven Mos. ended July 31, 1944
Tooele Lead Plant	\$42,278	\$11,232	\$124,657	\$ 69,025
Tooele Copper Plant	" 2,517	38,445	210,079	122,592
Tooele Sulphide Concentrator	492	101	16,473	59,207
Tooele Slag Plant	22,793	24,143	166,501	154,665
Miami Plant	<u>13,100</u>	<u>4,759</u>	<u>82,930</u>	<u>103,604</u>
	<u>\$30,560</u>	<u>\$20,674</u>	<u>\$ 68,832</u>	<u>\$125,859</u>
Deduct:				
Tramway Expense	\$ 150	\$ 142	\$ 952	\$ 1,277
Outside Exploration	550	547	16,562	38,287
Selling Commission	2,000	1,834	15,132	19,386
Oxide Concentrator	<u>610</u>	<u>609</u>	<u>4,089</u>	<u>5,716</u>
	<u>\$ 3,310</u>	<u>\$ 3,132</u>	<u>\$ 36,735</u>	<u>\$ 64,666</u>
	\$33,870	\$23,806	\$105,567	\$ 61,193
Less: Depreciation	<u>14,643</u>	<u>16,009</u>	<u>114,441</u>	<u>134,236</u>
	<u>\$48,513</u>	<u>\$39,815</u>	<u>\$220,008</u>	<u>\$ 73,043</u>

PNYC00006860

N11109.04

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 28, 1945

ESTIMATED NET INCOME - HARTMAN COPPER WORKS

	Month of July 1945	Month of June 1945	Seven Mos. ended July 31, 1945	Seven Mos. ended July 31, 1944
Profit on Tolls	\$46,436	\$35,073	\$566,004	\$466,663
Profit on Premiums	26,548	21,794	134,011	40,096
Profit on Gilding Metal	2,900	1,138	80,244	43,565
Profit on Sales	10,326	10,937	78,023	66,000
Electro Sheet Department	691	561	4,825	9,170
Miscellaneous Income	800	820	11,062	12,100
	<u>\$81,901</u>	<u>\$68,047</u>	<u>\$874,169</u>	<u>\$619,254</u>
Less - General Expense	\$ 1,000	\$ -	\$ 2,000	\$ 2,000
Selling Expenses	837	1,022	6,803	5,627
Buying Expenses	831	831	5,934	6,351
	<u>\$ 2,668</u>	<u>\$ 1,853</u>	<u>\$ 14,737</u>	<u>\$ 13,978</u>
	\$79,233	\$66,194	\$859,432	\$605,276
Less - Depreciation	25,135	27,460	195,245	201,764
	<u>\$54,098</u>	<u>\$38,734</u>	<u>\$664,187</u>	<u>\$403,512</u>

PNYC00006861

N11109.05

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 28, 1945

ESTIMATED NET INCOME - LEAD REFINING, ZINC OXIDE AND WHITE LEAD DEPARTMENTS

	Month of July 1945	Month of June 1945	Seven Mos. ended July 31, 1945	Seven Mos. ended July 31, 1944
<u>LEAD REFINING DEPARTMENT</u>				
Operating Income	\$ 6,311	\$ 6,578	\$ 42,808	\$ 54,661
Less: Depreciation	2,818	2,538	18,225	20,652
NET INCOME	\$ 3,493	\$ 4,040	\$ 24,583	\$ 75,313
<u>ZINC OXIDE DEPARTMENT</u>				
Sales of Zinc Oxide	\$178,189	\$195,738	\$ 889,187	\$858,770
Slab Zinc	4,184	20,479	154,210	72,795
	\$182,373	\$216,217	\$1,043,397	\$931,565
Cost of Sales - Zinc Oxide	\$162,341	\$159,464	\$ 805,922	\$823,098
Slab Zinc	4,184	20,479	154,210	71,369
	\$166,525	\$179,943	\$ 960,132	\$894,467
Operating Profit:				
Zinc Oxide	\$ 15,848	\$ 36,274	\$ 83,265	\$ 35,672
Slab Zinc	-	-	-	1,426
	\$ 15,848	\$ 36,274	\$ 83,265	\$ 37,098
Depreciation:				
Zinc Oxide	\$ 1,199	\$ 1,279	\$ 10,951	\$ 14,889
Slab Zinc	-	-	-	1,084
	\$ 1,199	\$ 1,279	\$ 10,951	\$ 15,973
Net Income:				
Zinc Oxide	\$ 14,649	\$ 34,995	\$ 72,314	\$ 20,773
Slab Zinc	-	-	-	342
	\$ 14,649	\$ 34,995	\$ 72,314	\$ 21,125
<u>ZINC OXIDE</u>				
Pounds Sold	2,104,050	2,243,150	10,366,560	9,922,483
Sales Price	8.47¢	8.73¢	8.58¢	8.65¢
Cost of Sales	7.72¢	7.11¢	7.77¢	8.30¢
<u>SLAB ZINC</u>				
Pounds Sold	50,030	240,622	1,812,176	861,098
Sales Price	8.36¢	8.51¢	8.51¢	8.45¢
Cost of Sales	8.36¢	8.51¢	8.51¢	8.29¢
<u>WHITE LEAD DEPARTMENT</u>				
Sales of Lead Products	\$ 46,164	\$ 24,023	\$ 398,134	\$583,508
Cost of Sales	40,679	29,371	420,890	598,828
	\$ 5,485	\$ 5,348	\$ 22,756	\$ 15,320
Less: Depreciation	1,110	536	9,255	14,315
NET INCOME	\$ 4,375	\$ 5,884	\$ 32,011	\$ 29,635
Pounds of Lead Products Sold	525,136	258,815	4,422,486	6,617,766
Sales Price	8.79¢	9.28¢	9.00¢	8.82¢
Cost of Sales	7.75¢	11.35¢	9.50¢	8.85¢

PNYC00006862

N11109.06

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 28, 1945

NET CURRENT AND OTHER ASSETS - JULY 31, 1945

CURRENT ASSETS:

Supplies						\$1,045,688
Metals:						
In Process						2,298,780
Finished:						
Lead	8,759,612	lbs. @	4.468¢	\$	391,379	
Copper	17,803,176	lbs. @	9.129¢		1,625,313	
Silver	1,893,173	oss. @	36.12 ¢		683,739	
Gold	17,868.215	oss. @	\$34.45		615,569	
By-Products					18,927	
					<u>\$3,334,927</u>	
Reserve for Freight and Refining Charges					699,076	2,635,851
Manufactured Products:						
Lead Products				\$	160,625	
Zinc Oxide					324,438	
Baritan Copper Works - Electro Sheet Dept.					<u>12,168</u>	497,231
Accounts Receivable:						
Tolls					\$1,176,969	
Others					<u>638,071</u>	1,815,040
Cash						<u>622,901</u>
						\$8,915,491

CURRENT LIABILITIES:

Taxes	\$	144,539	
Accounts Payable - Inter-Company:			
Anaconda Sales Company		428,134	
Other Accounts Payable		1,193,212	
Wages Payable		<u>143,217</u>	1,909,102

NET CURRENT ASSETS

\$7,006,389

OTHER ASSETS:

Advances to sundry mining companies, including advances on ores, less reserve	\$	11,244	
Installment house and land sales and other accounts receivable, less reserve		<u>11,822</u>	23,066

BALANCE - NET CURRENT AND OTHER ASSETS

\$7,029,455

PNYC00006863

N11109.07

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 28, 1945

SALES, DELIVERIES AND PRODUCTION - ALL DEPARTMENTS

	Month of July 1945	Seven Mos. ended July 31, 1945	Seven Mos. ended July 31, 1944	Per Cent Increase Decrease
<u>SMELTER PRODUCTION:</u>				
Copper - Lbs. Tootle:				
Custom	314,256	5,259,373	6,103,171	
Toll	568,142	5,819,975	11,212,968	
Miami:				
Custom	214,030	1,976,400	2,918,189	
Toll	8,515,175	83,112,185	78,457,912	
	<u>9,611,603</u>	<u>96,167,932</u>	<u>98,692,240</u>	2.6
Lead - Lbs. Tootle	3,089,482	21,837,370	26,865,287	13.7
<u>SCRAP COPPER RECEIVED AT PERTH AMBOY</u>				
Custom	38,904	773,064	558,658	
Fabrication Toll	1,056,896	9,244,557	7,431,037	
Metals Reserve	-	-	690,208	
	<u>1,095,800</u>	<u>10,017,621</u>	<u>8,679,903</u>	15.4
<u>REFINERY PRODUCTION</u>				
Copper - Gross	20,597,256	239,235,002	188,116,704	
Less - Toll Scrap	<u>1,056,896</u>	<u>9,244,557</u>	<u>7,431,037</u>	
	<u>19,540,360</u>	<u>229,990,445</u>	<u>180,685,667</u>	27.3
Lead - Lbs.	6,265,949	40,626,181	44,395,487	8.5
Silver - Ozs.	480,278	5,361,574	7,175,241	25.3
Gold - Ozs.	3,250	45,298	62,968	28.1
<u>SALES:</u>				
Copper - Lbs.:				
Tootle	-	4,300,000	7,050,000	
Miami	200,000	1,900,000	2,450,000	
Baritan	31,965	305,477	958,275	
	<u>231,965</u>	<u>6,505,477</u>	<u>10,358,275</u>	37.2
Lead - Lbs.	6,131,137	39,840,021	45,512,873	12.5
<u>DELIVERIES:</u>				
Copper - Lbs.:				
Tootle	-	4,792,035	8,308,198	
Miami	214,030	1,976,400	2,912,118	
Baritan	31,965	305,477	899,406	
	<u>245,995</u>	<u>7,073,912</u>	<u>12,119,722</u>	41.6
Lead - Lbs.	3,623,982	27,645,581	32,059,967	13.8
<u>ZINC OXIDE:</u>				
Production - Lbs.	2,511,400	11,385,970	10,260,030	11.
Deliveries - Lbs.	2,104,090	10,366,560	9,922,483	4.5
<u>SLAB ZINC</u>				
Production - Lbs.	-	1,404,494	372,976	276.5
Deliveries - Lbs.	50,030	1,812,176	861,098	110.4

PNYC0006864

N11109.08

A regular meeting of the Board of Directors of the
INTERNATIONAL SMELTING AND REFINING COMPANY was held at the
office of the Company, No. 25 Broadway, New York, N. Y., on
Tuesday, August 28, 1945, at 11:00 o'clock A. M.

PRESENT: **Messrs:** Robert E. Dyer
 William Wraith
 Elbert O. Sowerwine

ABSENT: **Messrs:** Cornelius F. Kelley
 James R. Hobbins
 Frederick Laist
 Clyde E. Weed

There being no quorum present, the meeting was adjourned.

(S) W. H. GRAHL

Assistant Secretary.

PNYC00006865

N11109.09