LEAD INDUSTRIES ASSOCIATION

Graybar Building, 420 Lexington Avenue
New York, N. Y.

June 26, 1936.

To Members of the Lead Industries Association:

The Executive Committee of the Lead Industries Association has adopted the attached resolution with reference to the use of the normal stock method of calculation of profits and inventory valuation for corporate and tax purposes, and will make appropriate use of the views expressed, provided the resolution meets with the approval of the membership.

Will you, therefore, kindly let me know at once whether the resolution carries your endorsement?

Sincerely yours,

F. E. Wormser

Secretary.

June 26, 1936.

DRAFT OF RESOLUTION PROPOSED FOR ADOPTION BY THE LEAD INDUSTRIES ASSOCIATION IN SUPPORT OF THE USE OF THE NORMAL STOCK METHOD OF CALCULATION OF PROFITS AND INVENTORY VALUATION FOR CORPORATE AND TAX PURPOSES.

WHEREAS, in certain industries, among others, the production, refining and fabrication of non-ferrous metals, the use of a basic normal minimum stock carried at fixed prices is a well-recognized and accepted accounting practice which most clearly reflects income;
NOW, THEREFORE, BE IT RESOLVED: That the Lead Industries Association approves the use of a basic normal minimum stock carried at fixed prices to ascertain accurately the income of smelters, refiners, processors and fabricators of lead and similar metals, and respectfully requests the United States Bureau of Internal Revenue to authorize in addition to the methods heretofore prescribed in regulations issued by it the use of this or any similar method as a lawful method of valuing inventories and costing sales in the computation of taxable income for the purposes of United States Federal income tax.

BE IT FURTHER RESOLVED that the representatives of the smelters, refiners, processors, and fabricators of lead and similar metals be urged to publish and circulate this resolution, and that the officers of this Association be, and they are hereby authorised and instructed to submit copies of this resolution to such public and private bodies and agencies, as they may deem expedient in the best interests of the Association's members.