INTERNATIONAL SMELTING AND REFINING COMPANY

REPORT ON AUDIT

YEAR ENDED DECEMBER 31, 1942

Pogson, Peloubet & Co.,
Certified Public Accountants

Posson, Peloubet & Co.
CERTIFIED PUBLIC ACCOUNTANTS

Percy W. Posson
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LONDON

NEW YORK

To the Board of Directors,
International Smelting and Refining Company,
25 Broadway, New York

Dear Sirs:

We have made a general audit of the books and accounts of INTERNATIONAL SMELTING AND REFINING COMPANY for the year ended December 31, 1942, and present herewith Balance Sheet and Income Account and Surplus Account, followed by various supporting schedules.

The accounts of the following wholly owned subsidiaries have not been consolidated with those of International Smelting and Refining Company in this report:

Afterthought Mines Corporation and
International Building Association,
whose operations are not an integral part of
the operations of the parent company, and

New Jersey Storage and Warehouse Company,
Raritan Copper Works, and
Raritan Terminal and Transportation Company,
which are not operating

International Smelting and Refining Company is a 100% owned consolidated subsidiary of Anaconda Copper Mining Company. This report, while complete and inclusive for International Smelting and Refining Company, is principally a supplementary amplification of the Report on Audit of Anaconda Copper Mining Company and Subsidiary Companies. It shows the portion of the consolidated accounts of Anaconda Copper Mining Company relating to International Smelting and Refining Company on the same basis and under the same classifications as shown in the consolidated report, but in somewhat greater detail. A consolidating entry, the deficit on dissolution of Utah-Delaware Mining Company, applied in the consolidated report to the investment of International Smelting and Refining Company in National Tunnel & Mines Company, has been given effect to in this report, as shown on pages 11 and 17.

[redacted]

OPERATIONS

Operations of International Smelting and Refining Company for the past three years compare as follows:

	Year 1940	Year 1941	Year 1942
Gross sales and earnings	$ 27,841,404.22	27,966,251.98	20,341,958.03
Gross profit on plant operations	$ 2,181,042.44	1,881,979.16	1,042,376.83
Income from sundry investments	233,437.44	385,626.85	192,598.21
	2,414,479.88	2,267,606.01	1,234,975.04
Interest paid to Anaconda Copper Mining Company on notes and debentures	658,618.07	612,418 37	596,875.00
Provision for Federal income taxes - estimated	271,477.25	537,400 00	180,700.00
Investments in and advances to sundry companies written off	379,745.54	1,286,833.99	- -
	1,309,840.86	2,436,652.36	777,575.00
Net Income (Loss*)	$ 1,104,639.02	169,046.35*	457,400.04

Gross profit on operations of the various plants and departments of the company and income from sundry investments for the past three years and the respective investment therein at December 31, 1942 are shown in the following summary:

PROFIT (LOSS*) ON PLANT OPERATIONS

	Year 1940	Year 1941	Year 1942	Investment at December 31, 1942
Tooele plant	$ 175,950.65	262,924.14	28,320.46	$ 5,547,666.46
Copper Canyon lease				1,115,239.34
Miami plant	76,659.47	10,037.81*	121,098.88	1,391,232.72
Ophir Hill plant	48,043.75	- -	- -	- -
Lead refinery	152,247.81	150,472.95	36,773.19*	751,931.09
Zinc oxide department	71,992.00*	279,320.46*	150,504.77*	754,812.97
White lead department	15,219.40	67,435.97	19,177.67*	634,830.78
Raritan refinery	1,792,626.42	1,823,117.56	1,203,369.23	7,741,355.21
Raritan secondary metals department	62,223.03	53,001.81*	- -	- -
Raritan electro sheet department	10,948.84	27,833.73	15,600.35*	289,341.75
Not allocated	80,883.93*	107,445.11*	88,075.77*	967,475.46*
Gross profit on plant operations - as above	$ 2,181,042.44	1,881,979.16	1,042,376.83	$17,258,934.86

[redacted]

INCOME FROM SUNDRY INVESTMENTS

	Year 1940	Year 1941	Year 1942	Investment at December 31, 1942
Mountain City Copper Company, dividends	$365,733.50	365,733.50	219,440.10	$1,143,281.33
National Tunnel and Mines Company, interest	- -	3,854.16	20,833.31	2,338,939.37
Walker Mining Company, interest	16,795.49	18,554.23	12,379.24	497,288.69
Other investments and advances - net loss*	149,091.55*	2,515 04*	60,054.44*	2,048,603.01
Income from investments - as above	$233,437 44	385,626.85	192,598.21	$6,028,112.40

Details of the above figures are shown on the Balance Sheet and Income Account by departments on pages 12 and 13.

INCOME FROM AND INVESTMENT IN SUBSIDIARIES

The investment, including net advances, of International Smelting and Refining Company in its five small wholly owned subsidiaries amounted to $179,370.85 at December 31, 1942 and combined net loss of such companies amounted to $18,867 53 for the year 1942 (details page 19). No dividends were received during 1942.

Investment, including noncurrent advances in subsidiaries not wholly owned by the company amounted to $4,744,795.53 at December 31, 1942 compared with $3,945,879.62 at December 31, 1941 as shown in the following table:

	December 31, 1941	December 31, 1942
Mountain City Copper Company	$ 1,143,281.33	1,143,281.33
National Tunnel and Mines Company:		
Investment	915,693.92	779,386.32
Advances	470,554.16	1,559,553.05
Walker Mining Company:		
Advances (investment written off in 1941)	657,391.97	497,288.69
Other subsidiaries:		
Investments	702,495.93	702,495.93
Advances	56,462.31	62,790.21
	$ 3,945,879.62	4,744,795.53

Market values based on market quotations of securities which are quoted on various stock exchanges amounted to $3,411,656.13 at December 31, 1942 (details page 18) compared with $4,668,800.68 at December 31, 1941

The company's share of the combined net loss of these subsidiaries amounted to $129,424.49 for the year 1942 as compared with income of $210,726.18 for the year 1941. A dividend of $365,733.50 was received from Mountain City Copper Company in 1941, and a dividend of $219,440.10 was declared in 1942, payable in January 1943.

STATEMENT OF FUNDS RECEIVED AND DISBURSED

Funds were made available to the company during the year as follows:		
Operating profit, before deducting non-cash items and interest paid on debentures and notes payable to Anaconda Copper Mining Company (details below)	$ 1,681,758.73	
Increase in indebtedness to Anaconda Sales Company	1,906,196.59	
Increase in other current liabilities	288,849.46	
Decrease in inventories (details page 5)	50,059.17	
Fixed assets disposed of	33,698.72	3,960,562.67
Funds were disbursed as follows:		
Fixed assets purchased (details below)	682,424.44	
Interest paid on debentures and notes payable	596,875.00	
Increase in deferred items, principally Copper Canyon lease operations	530,942.46	
Advances to subsidiaries and sundry mining companies - net (details below)	1,262,570.41	
Increase in current accounts receivable	785,080.78	
Increase in noncurrent accounts receivable	8,464.63	3,866,357.72
And there was an increase in cash of		$ 94,204.95

Operating profit, before deducting non-cash items and interest paid on debentures and notes payable to Anaconda Copper Mining Company

Net Income, per Income Account - page 10		$ 457,400.04
Add back charges to income not requiring funds:		
Depreciation on deliveries	$ 635,653.32	
Depreciation on automotive equipment written off	1,321.08	
Add back interest paid on debentures and notes payable to Anaconda Copper Mining Company	596,875.00	
	1,233,849.40	
Less gain on disposal or dismantlement of fixed assets	9,490.71	1,224,358.69
As above		$ 1,681,758.73

EXPENDITURES FOR FIXED ASSETS

Buildings and machinery:	
Tooele plant	$ 186,900.76
Raritan refinery	119,355.49
Other plants	54,429.84
	360,686.09
Mines, mining claims and lands, Tooele	321,738.35
As above	$ 682,424.44

CREASE IN ADVANCES TO SUBSIDIARIES AND SUNDRY MINING COMPANIES - NET

National Tunnel and Mines Company	$ 1,088,998.89
Walker Mining Company (decrease*)	160,103.28*
Snyder Mines, Inc.	202,095.21
Other subsidiaries and sundry mining companies - net	131,579.59
Increase - per page 4	$ 1,262,570.41

ECREASE IN INVENTORIES

Metals and manufactured products - finished (details page 24)	$ 591,354.03
- in process (increase*)	535,280.15*
Supplies (increase*)	6,014.71*
Decrease - per page 4	$ 50,059.17

INANCIAL

Summarized, the changes in financial condition during the year were as follows:

	At December 31, 1941	At December 31, 1942	Increase or decrease* in investment
Fixed assets, less reserves applicable thereto	$ 14,220,988.13	15,215,463.81	994,475.68
Deferred charges	624,971.00	1,171,887.84	546,916.84
Current and other assets - net, except notes payable to Anaconda Copper Mining Company	7,729,495.50	6,973,384.04	756,111.46*
	22,575,454.63	23,360,735.69	785,281.06
Reserves for workmen's compensation insurance	57,714.05	73,688.43	15,974.38
Equity of Anaconda Copper Mining Company	$ 22,517,740.58	23,287,047.26	769,306.68

The equity of Anaconda Copper Mining Company at December 31, 1942 is represented by:

Capital stock	$ 12,262,500.00
Debentures	8,000,000.00
Notes	2,500,000.00
Surplus	524,547.26
As above	$ 23,287,047.26

The increase in such equity during the year 1942 is the result of the

net income of the year	$ 457,400.04
and adjustment of over-accrual of Federal income and excess profits taxes for the year 1941	311,906.64
As above	$ 769,306.68

Changes in current position were as follows:

	December 31, 1941	December 31, 1942	Increase or decrease*
Current assets	$ 9,251,980.66	9,774,403.63	522,422.97
Current liabilities	1,706,368.03	3,274,560.12	1,568,192.09
	$ 7,545,612.63	6,499,843.51	1,045,769.12*
Current ratio	5.4 to 1	3.0 to 1	

DISTRIBUTION OF BALANCE SHEET AND INCOME ACCOUNT TO DEPARTMENTS

The detail schedules which support the Balance Sheet and Income Account by departments (pages 12 and 13) are presented in ten divisions, the eight principal operating departments:

1. Tooele plant,
2. Copper Canyon lease,
3. Miami plant,
4. Lead refinery,
5. Zinc oxide department,
6. White lead department,
7. Raritan refinery,
8. Raritan electro-sheet department, and

a ninth division,

9. Investments and advances,

which includes the activities of the company other than the principal smelting, refining and manufacturing operations, and a tenth division,

10. Items not allocated to departments.

In making this rearrangement, the accounts of the company as shown on its various ledgers have been redistributed and allocated to the departments to which they apply, except for a few items for which there is no exact basis for allocation and which are shown separately in the last division mentioned above. Details of accounts which appear in this division are shown on page 38.

Land at East Chicago, and land, buildings and machinery, and reserve for depreciation at Perth Amboy have been allocated among the various departments on a basis believed to be approximately correct.

SCOPE OF AUDIT

We have made a general audit of the books and records of International Smelting and Refining Company and its subsidiary corporations for the calendar year ended December 31, 1942. In connection with our audit we examined or tested the accounting records of the company and its subsidiaries and other supporting evidence and made a general review of the accounting methods, including the system of internal check and control and of the operating and income accounts for the year, but we did not make a detailed audit of the transactions except in the case of Miami plant, which is not examined by the company's own internal auditors.

In the case of all other companies and departments we satisfied ourselves that International Smelting and Refining Company and all subsidiary companies were included in the scope of the work of the internal auditors of the company.

We examined into the sufficiency of the internal audit and examined the reports of the internal auditors.

Investments, securities, cash, notes receivable and payable, debentures and capital stock have been verified by inspection, certificate or correspondence and found in order.

Accounts receivable were examined in detail and those considered bad or doubtful have been written off or have been provided for in reserve. Accounts receivable, where these are of material amount, were tested by selecting certain accounts for confirmation by direct communication with the debtors or, where possible, by direct comparison with the books and records of the debtors. The company's internal auditors have also verified the accounts receivable of certain departments by direct communication with the debtors and, while such confirmation by internal auditors cannot be substituted for a similar procedure by the company's independent auditors, it has been given full consideration in determining the nature and extent of our verification of accounts receivable.

Certificates of responsible officials have been received certifying to the correctness of quantities, descriptions and ownership of inventories and we have made tests of the clerical accuracy of the inventories.

In accordance with what is now generally agreed to be accepted auditing procedure, our audit included physical tests of inventories. Inventories at all plants are not tested nor is a complete count made of inventories at any one plant. Inventories are not all tested at the close of the calendar year and the physical tests are in no way intended as a substitute for the taking of physical inventories by company employees. The purpose is to establish the existence of a proper system for taking and recording physical inventories and to satisfy ourselves that the systems are operating effectively and as planned. In the course of this work, a very substantial part (measured in money value) of the physical inventories is actually inspected by us. While this inspection is not our primary evidence of the existence and value of the inventories which must lie in the records of the company, it is of great value as a confirmation of the company's records and representations. Of stocks of metals and products held for the company or its subsidiaries by others or held by the company for the accounts of others a substantial part has been verified by direct communication. It is the general practice of the company's internal auditors to make physical tests from time to time of inventories of supplies and, while these tests cannot take the place of similar tests by independent auditors, they are given full consideration in determining the nature and extent of the tests made by us.

We received during the year the usual courtesy from the officers and staff throughout the company.

Respectfully submitted,

Pogson, Peloubet & Co

Certified Public Accountants

New York, June 15, 1943

[redacted]

Page	ASSETS	D
	FIXED ASSETS:	
14	Mines and mining claims and lands for metal producing and manufacturing plants	
15	Buildings and machinery at reduction works, refineries and manufacturing plants	$ 26,58
16	Less reserve for depreciation	17,97
	Patents	
	Investments:	
17	Securities of subsidiaries - not wholly owned	
19	- wholly owned	
20	Other security investments	
	Indebtedness of subsidiaries - not current:	
18	Not wholly owned	
19	Wholly owned	
	DEFERRED CHARGES:	
21	Mine development	5
22	Prepaid expenses	
23	Deferred expenses	
	CURRENT AND OTHER ASSETS:	
	Current assets:	
	Supplies on hand	1,2
	Metals and manufactured products - in process	2,0
24	- finished	3,9
	Accounts and notes receivable:	
25	Trade, less reserve	1,2
26	Affiliates	3
18	Subsidiaries - not wholly owned - current	
27	Cash	2
	Other assets:	
28	Installment house and land sales, and other accounts receivable, less reserve	
29	Advances to sundry mining companies, including advances on ores, less reserve	
	Advances to Tooele Valley Railway Company	
	LIABILITIES	
	CAPITAL STOCK - issued and outstanding - 163,500 shares of the par value of $75.00 each	
30	RESERVE FOR WORKMEN'S COMPENSATION INSURANCE	
	CURRENT LIABILITIES:	
31	Accounts payable - trade	$ 81
31	Wages payable	12
31	Other accrued liabilities	1
31	Employees' deposits	
32	Accrued taxes	66
26	Indebtedness - to affiliates	
	- to subsidiaries - not wholly owned	
19	- wholly owned	
33	DEBENTURES AND NOTES PAYABLE TO ANACONDA COPPER MINING COMPANY	
11	SURPLUS (deficit*)	

See pages 11 and 17.

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ıL SMELTING AND REFINING COMPANY

ıPARATIVE BALANCE SHEET

ıEMBER 31, 1941 AND 1942

	December 31, 1941		December 31, 1942		Increase or decrease*	
		$ 1,151,491.58		$ 1,449,402.31		$ 297,910.73
	$ 26,586,504.44		$ 26,933,935.00		$ 347,430.56	
	17,977,703.16	8,608,801.28	18,609,946.15	8,323,988.85	632,242.99	284,812.43*
		1.00		1.00		- -
		2,625,163.58#		2,625,163.58		- -
		43,000.00		43,000.00		- -
		496,890.36		496,890.36		- -
		1,184,408.44		2,119,631.95		935,223.51
		111,231.89		157,385.76		46,153.87
		14,220,988.13		15,215,463.81		994,475.68
	548,526.51		1,073,887.26		525,360.75	
	39,695.66		67,180.14		27,484.48	
	36,748.83	624,971.00	30,820.44	1,171,887.84	5,928.39*	546,916.84
	1,298,069.43		1,304,084.14		6,014.71	
	2,013,726.00		2,549,006.15		535,280.15	
	3,995,908.86		3,412,698.56		583,210.30*	
	1,259,988.83		1,744,937.65		484,948.82	
	326,483.50		112,022.88		214,460.62*	
	74,081.39		273,726.65		199,645.26	
	283,722.65	9,251,980.66	377,927.60	9,774,403.63	94,204.95	522,422.97
	- -		8,464.63		8,464.63	
; on	88,882.87		347,200.55		258,317.68	
	95,000.00	183,882.87	117,875.35	473,540.53	22,875.35	289,657.66
		$ 24,281,822.66		$ 26,635,295.81		$ 2,353,473.15
the		$ 12,262,500.00		$ 12,262,500.00		$ - -
		57,714.05		73,688.43		15,974.38
	$ 810,716.10		$ 1,330,363.81		$ 376,287.06	
	122,420.04					
	11,606.13					
	9,334.48					
	662,177.22		275,990.26		386,186.96*	
	38,945.50		1,628,554.05		1,589,608.55	
	30,777.80		18,937.09		11,840.71*	
	20,390.76	1,706,368.03	20,714.91	3,274,560.12	324.15	1,568,192.09
’ANY		10,500,000.00		10,500,000.00		- -
		244,759.42*#		524,547.26		769,306.68
		$ 24,281,822.66		$ 26,635,295.81		$ 2,353,473.15

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INTERNATIONAL SMELTING

COMPARATIVE IN

YEARS ENDED DECEMBER

Page		Y Dece
13	Sales and tolls	
	Other income:	
	Dividend from Mountain City Copper Company	$ 365,73
34	Other dividends and interest - net	38,32
35	Miscellaneous income or loss*	15,53
	Less:	
	Cost of sales	25,278,7[illegible]
16	Provision for depreciation	755,93
36	Loss or gain* on disposal or dismantlement of fixed assets	22,4[illegible]
33	Interest on debentures and notes payable to Anaconda Copper Mining Company	612,41
	Investment in and advances to certain subsidiary mining companies written off, operations having been discontinued	1,286,8[illegible]
	United States income and profits taxes - estimated	537,40
	Net income (loss*)	

[redacted]

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ERNATIONAL SMELTING AND REFINING COMPANY

COMPARATIVE INCOME ACCOUNT

EARS ENDED DECEMBER 31, 1941 AND 1942

	Year ended December 31, 1941		Year ended December 31, 1942		Increase or decrease#	
		$ 27,966,251.98		$ 20,341,958.03		$ 7,624,293.95
	$ 365,733.50		$ 219,440.10		$ 146,293.40#	
	38,325.90		47,451.86		9,125.96	
	15,533.06*	388,526.34	19,854.36	286,746.32	35,387.42	101,760.02
		28,354,778.32		20,628,704.35		7,726,073.97
	25,278,738.08		18,767,566.70		6,511,171.38#	
	785,937.05		635,653.32		150,283.73#	
ts	22,497.18		9,490.71*		31,987.89#	
per						
	612,418.37		596,875.00		15,543.37#	
ntinued	1,286,833.99		- -		1,286,833.99#	
	537,400.00	28,523,824.67	180,700.00	20,171,304.31	356,700.00#	8,352,520.36
		$ 169,046.35*		$ 457,400.04		$ 626,446.39

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INTERNATIONAL SMELTING AND REFINING COMPANY

SURPLUS ACCOUNT

YEAR ENDED DECEMBER 31, 1942

Balance December 31, 1941 - per books (deficit*)	$ 108,451.
Deficit of Utah-Delaware Mining Company on dissolution in 1937 credited to investment of International Smelting and Refining Company in National Tunnel & Mines Company. (This adjustment puts this report on same basis as report for Anaconda Copper Mining Company and Consolidated Subsidiaries)	136,307.6
Per Balance Sheet, December 31, 1941 - page 9 (deficit*)	244,759.4
Overaccrual of Federal income and excess profits taxes for the year 1941	311,906.6
	67,147.2
Net income of the year 1942	457,400.0
Per Balance Sheet, December 31, 1942 - page 9 (surplus)	$ 524,547.2

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ASSETS	Tooele plant	Copper Canyon lease	
Mines and mining claims and lands	$ 356,165.89		
Buildings and machinery	7,741,861.23		
Reserve for depreciation*	6,082,820.24*		
Patents			
Investments:			
Securities of subsidiaries:			
Not wholly owned			
Wholly owned			
Other security investments		8,600.00	
Indebtedness of subsidiaries - not current			
Not wholly owned			
Wholly owned			
Mine development		1,037,334.32	
Prepaid expenses	21,616.95	5,411.64	
Deferred expenses	15,878.44		
Supplies on hand	455,681.48	65,573.53	
Metals and manufactured products:			
In process	1,680,706.66		
Finished	1,130,137.41		
Accounts and notes receivable:			
Trade, less reserve	201,782.22	21,553.34	
Affiliates			
Subsidiaries - not wholly owned - current	54,286.55		
Cash	75,989.82	862.79	
Installment house and land sales and other accounts receivable, less reserve	8,464.63		
Advances to sundry mining companies, including advances on ores, less reserve	327,562.56	19,637.99	
Advances to Tooele Valley Railway Company			
	5,987,313.60	1,158,973.61	:

LIABILITIES			
Reserve for workmen's compensation insurance	$ 30,155.45		
Accounts payable	346,504.47	32,024.23	
Accrued taxes	27,855.67	10,509.91	
Indebtedness - to affiliates	17,960.57		
- to subsidiaries - not wholly owned	17,170.98	1,200.13	
- wholly owned			
	439,647.14	43,734.27	
Net investment	$ 5,547,666.46	1,115,239.34	1

BALANCE SHEET - DECEMBER 31, 1942 - BY DEPARTMENTS

	Tooele plant	Copper Canyon lease	Miami plant	Lead refinery	Zinc oxide department	White lead department	Rari refin
	$ 356,165.89		56,419.72	130,665.27	22,073.16	13,243.90	409,
	7,741,861.23		3,103,550.21	1,152,877.35	627,766.86	787,125.13	13,127,
	6,082,820.24*		3,103,550.21*	777,560.06*	440,504.94*	548,829.11*	7,549,
				1.00			
		8,600.00					
nt							
		1,037,334.32					
	21,616.95	5,411.64		16,189.54			23,
	15,878.44				1,590.14		13,
	455,681.48	65,573.53	128,912.04	124,955.87	34,785.61	44,932.82	438,
	1,680,706.66		513,883.88	127,814.82	187,255.63		39,
	1,130,137.41		52,539.53*	211,539.93	274,462.68	326,086.60	1,513,
	201,782.22	21,553.34	807,024.77	14,351.80	26,971.18	14,809.75	350,
				403.06	4,187.43		17,
t	54,286.55						
	75,989.82	862.79	4,216.66	9,413.38	25,000.00		51,
accounts	8,464.63						
ding advances on	327,562.56	19,637.99					
	5,987,313.60	1,158,973.61	1,457,917.54	1,010,651.96	763,587.75	637,369.09	8,434,98
ce	$ 30,155.45			10,181.38	8,774.78	2,324.27	22,25
	346,504.47	32,024.23	46,594.37	241,688.65			641,36
	27,855.67	10,509.91	19,440.73	6,632.39			25,90
	17,960.57		649.72	218.45		214.04	4,11
y owned	17,170.98	1,200.13					
ned							
	439,647.14	43,734.27	66,684.82	258,720.87	8,774.78	2,538.31	693,63
	$ 5,547,666.46	1,115,239.34	1,391,232.72	751,931.09	754,812.97	634,830.78	7,741,35

Capital stoc
Surplus

Debentures

[redacted]

PNYC00000762

c oxide artment	White lead department	Raritan refinery	Raritan electro-sheet department	Investments and advances - details page 37	Items not allocated to departments - details page 38	Eliminations*	Total - page 9
,073.16	13,243.90	409,751.25	4,349.45	456,733.67			1,449,402.31
,766.86	787,125.13	13,127,425.94	393,328.28				26,933,935.00
,504.94*	548,829.11*	7,549,516.73*	107,164.86*				18,609,946.15*
							1.00
				2,625,163.58			2,625,163.58
				43,000.00			43,000.00
				488,290.36			496,890.36
				2,119,631.95			2,119,631.95
				157,385.76			157,385.76
				36,552.94			1,073,887.26
		23,438.56		523.45			67,180.14
,590.14		13,351.86					30,820.44
,785.61	44,932.82	438,882.16		10,360.63			1,304,084.14
,255.63		39,345.16					2,549,006.15
,462.68	326,086.60	1,513,109.71	9,901.76				3,412,698.56
,971.18	14,809.75	350,758.56			307,686.03		1,744,937.65
,187.43		17,049.80			97,524.51	7,141.92*	112,022.88
					219,440.10		273,726.65
,000.00		51,391.55			211,053.40		377,927.60
							8,464.63
							347,200.55
				117,875.35			117,875.35
,587.75	637,369.09	8,434,987.82	300,414.63	6,055,517.69	835,704.04	7,141.92*	26,635,295.81
,774.78	2,324.27	22,252.55					73,688.43
		641,360.08	11,072.88	5,653.06	5,466.07		1,330,363.81
		25,906.75		471.34	185,173.47		275,990.26
	214.04	4,113.23			1,612,539.96	7,141.92*	1,628,554.05
				565.98			18,937.09
				20,714.91			20,714.91
,774.78	2,538.31	693,632.61	11,072.88	27,405.29	1,803,179.50	7,141.92*	3,348,248.55
312.97	634,830.78	7,741,355.21	289,341.75	6,028,112.40	967,475.46*		23,287,047.26

Capital stock	$ 12,262,500.00
Surplus	524,547.26
	12,787,047.26
Debentures and notes payable to affiliates	10,500,000.00
As above	$ 23,287,047.26

[redacted]

		Tooele plant	Miami plant	Lead refinery	Zinc oxide department
Sales of copper	$	676,903.19	392,284.96		
zinc					323,653.43
lead		2,495,509.97		309,007.57	
silver		1,931,165.13	369,408.86	946,060.42	
gold		1,268,539.34	118,751.21	160,978.19	
miscellaneous metals		162,448.96			
zinc oxide					794,840.92
white lead					
electro-sheet copper					
residue, ores, etc.		1,308,465.57		11,397.13	239,305.10
Premium payment on production in excess of quota		216,392.62			
Tolls		832,711.30	1,978,269.12	361,151.26	
		3,892,136.08	2,858,714.15	1,788,594.57	1,357,799.45
Cost of sales		8,014,813.58	1,611,289.53	1,721,329.11	1,433,443.90
Interdepartment		661,368.51	1,121,331.77	64,581.15	3.54
		3,676,182.09	2,732,621.30	1,785,910.26	1,433,447.44
Income or loss*		215,953.99	126,092.85	2,684.31	125,647.99*
Provision for depreciation and loss (or gain#) on disposal or dismantlement of fixed assets		203,855.47		39,457.49	20,158.26
Income or loss* from operations		12,098.52	126,092.85	36,773.18*	145,806.25*
Other income:					
Dividend received from Mountain City Copper Company					
Interest received - net		4,983.12	24.91		1.48
Miscellaneous income or loss*		11,238.82	5,018.88*		5,000.00*
		16,221.94	4,993.97*		4,998.52*
Income or loss*		28,320.46	121,098.88	36,773.18*	150,804.77*
United States income tax - estimated					
Income or loss*		28,320.46	121,098.88	36,773.18*	150,804.77*
Interest on debentures and notes payable to Anaconda Copper Mining Company					
Net income or loss*	$	28,320.46	121,098.88	36,773.18*	150,804.77*

EAR ENDED DECEMBER 31, 1942 - BY DEPARTMENTS

inc oxide epartment	White lead department	Raritan refinery	Raritan electro-sheet department	Investments and advances - page 37	Items not allocated to departments - page 38	Inter-de - partment eliminations*	Total - page 10
		428,018.09					1,497,206.24
323,653.43						19.194.01*	304,459.42
						564,853.27*	2,239,664.27
		74,805.98					3,321,440.39
		42,663.47					1,590,932.21
		288,073.29				7,346.90*	443,175.35
794,840.92						346.64*	794,494.28
	1,072,775.39					499.94*	1,072,275.45
			26,649.30				26,649.30
239,305.10						43,506.19*	1,515,661.61
							216,392.62
		5,953,206.70				1,805,731.49*	7,319,606.89
357,799.45	1,072,775.39	6,786,767.53	26,649.30			2,441,478.44*	20,341,958.03
483,443.90	499,695.84	5,231,684.60	38,781.92	78,450.82	88,077.40		18,767,566.70
3.54	564,853.27	29,340.20				2,441,478.44*	- -
483,447.44	1,064,549.11	5,261,024.80	38,781.92	78,450.82	88,077.40	2,441,478.44*	18,767,566.70
125,647.99*	8,226.28	1,525,742.73	12,132.62*	78,450.82*	88,077.40*		1,574,391.33
20,158.26	27,416.47	338,117.16	3,467.73	6,309.97#			626,162.61
145,806.25*	19,190.19*	1,187,625.57	15,600.35*	72,140.85*	88,077.40*		948,228.72
				219,440.10			219,440.10
1.48	12.52			42,428.20	1.63		47,451.86
5,000.00*		15,763.66		2,870.76			19,854.36
4,998.52*	12.52	15,763.66		264,739.06	1.63		286,746.32
150,804.77*	19,177.67*	1,203,389.23	15,600.35*	192,598.21	88,075.77*		1,234,975.04
					180,700.00		180,700.00
150,804.77*	19,177.67*	1,203,389.23	15,600.35*	192,598.21	268,775.77*		1,054,275.04
					596,875.00		596,875.00
50,804.77*	19,177.67*	1,203,389.23	15,600.35*	192,598.21	865,650.77*		457,400.04

[redacted]

MINES AND MINING CLAIMS AND LANDS

	Balance December 31, 1941	Additions	Sales	Balance December 31, 1942
Lands for metal-producing plants:				
Tooele plant	$ 364,763.43	3.20	11,100.74	353,665.89
Miami plant	56,191.60			56,191.60
Lead refinery	130,665.27			130,665.27
Raritan refinery	343,890.04)			
Raritan secondary metals department	65,861.21)			409,751.25
Investments and advances - Rico	2,480.00		2,480.00	- -
	963,851.55	3.20	13,580.74	950,274.01
Lands for manufacturing plants:				
Zinc oxide department	22,073.16			22,073.16
White lead department	13,243.90			13,243.90
Raritan electro-sheet department	4,349.45			4,349.45
	39,666.51			39,666.51
Other lands:				
Tooele	2,500.00			2,500.00
Miami	10,475.00		10,246.88	228.12
	12,975.00		10,246.88	2,728.12
Total lands	1,016,493.06	3.20	23,827.62	992,668.64
Mines and mining claims:				
Investments and advances:				
Tooele	114,939.98	321,735.15		436,675.13
Miami	20,058.54			20,058.54
	134,998.52	321,735.15		456,733.67
Per Balance Sheet - page 9	$ 1,151,491.58	321,738.35	23,827.62	1,449,402.31

[redacted]

BUILDINGS AND MACHINERY

	Balance December 31, 1941	Construction	Deduct sales a dismantlem detail page 3
Tooele plant	$ 7,558,347.29	186,900.76	3,386.
Miami plant	3,103,550.21		
Lead refinery	1,143,588.48	18,581.69	9,292.
Zinc oxide department	615,358.11	2,115.75	185. 10,478.
White lead department	755,758.43	31,366.70	
Raritan refinery	10,953,105.24)	119,355.49	7,000.
Raritan seconday metals department	2,063,286.29)		
Raritan electro-sheet department	390,962.58	2,365.70	
Investments and advances - Rico	2,547.81		2,547.8
Per Balance Sheet - page 9	$ 26,586,504.44	360,686.09	11,934.

NOTE 1 - Reinstatement of machinery and equipment deducted in error in 1941.

RESERVE FOR DEPRECIATION

	Balance December 31, 1941	Depreciation on 1942 operations - details below	Deductions* for sales and dismantlements - page 36	Balance December 31, 1942
Tooele plant	$ 5,879,381.44	206,825.62	3,386.82*	6,082,820.24
Miami plant	3,103,550.21			3,103,550.21
Lead refinery	747,518.49	36,339.79	6,298.22*	777,560.06
Zinc oxide department	406,718.79	28,655.17	185.23*) 5,316.21ø)	440,504.94
White lead department	517,800.32	31,028.79		548,829.11
Raritan refinery	6,327,782.29)	337,479.95	7,000.00*	7,549,516.73
Raritan secondary metals department	891,254.49)			
Raritan electro-sheet department	103,697.13	3,467.73		107,164.86
Per Balance Sheet - page 9	$ 17,977,703.16	643,797.05	11,554.06*	18,609,946.15

Details of depreciation on 1942 operations

	Depreciation applicable to 1942 operations - as above: Quantity	Rate	Amount		Depreciation applicable to inventory: December 31, 1941	December 31, 1942	Depreciation applicable to 1941 sales - per Income Account - page 10
Tooele plant:							
Lead plant	43,041,001 pounds	.131¢	$ 56,383.71		12,316.77	14,264.64	54,435.84
Sulphide concentrator	89,179.2444 tons	22.500¢	20,065.33				20,065.33
Oxide concentrator			30,885.30				30,885.30
Slag plant			99,207.36				99,207.36
Salt Lake City furniture and ranch buildings			283.92				283.92
				206,825.62	12,316.77	14,264.64	204,877.75
Lead refinery	38,257.52 tons	89.000¢	34,049.19				
Furniture and fixtures			2,290.60	36,339.79			36,339.79
Zinc oxide department - zinc oxide	9,093,552 pounds	.2203¢	20,033.10				
- slab zinc	3,913,528 pounds	.2203¢	8,622.07	28,655.17	3,318.82	5,902.36	26,071.63
White lead department	14,432,008 pounds	.215¢		31,028.79	6,621.97	10,234.29	27,416.47
Raritan refinery	168,740 tons	$2.00		337,479.95			337,479.95
Raritan electro-sheet department	231,182 pounds	1.500¢		3,467.73			3,467.73
Per Income Account, year ended December 31, 1942 - page 10				$ 643,797.05	22,257.56	30,401.29	635,653.32

ø Reinstatement of reserve for depreciation on machinery and equipment deducted in [illegible]

INVESTMENT IN SECURITIES
OF SUBSIDIARIES NOT WHOLLY OWNED

	Amount
Balance December 31, 1941 - per books	$ 2,761,471.18
Deficit of Utah-Delaware Mining Company on dissolution in 1937 credited to investment of International Smelting and Refining Company in National Tunnel & Mines Company - see Surplus Account - page 11	136,307.60
Per Balance Sheet, December 31, 1942 - page 9	$ 2,625,163.58

Details of balance at December 31, 1942

	Shares	Par value	Amount	Equity in income or loss* year 1942
Mountain City Copper Company	1,462,934	$ 73,146.70	$1,143,281.33	$125,313.53
National Tunnel & Mines Company	328,200	no par	779,386.32	196,497.43*
Walker Mining Company	882,042	882,042.00	- -	21,403.16*
Other unconsolidated subsidiaries:				
Comet Coalition Mines Company	760,246	190,071.50	340,891.71	- -
Eureka Bullion Mining Company	756,000	37,800.00	187,923.49	- -
Mountain View Mining Company	728,420	72,842.00	68,806.23	663.88*
North Lily Mining Company	475,000	47,500.00	66,527.78	35,591.74*
Victor Consolidated Mining Company	365,390	182,695.00	18,306.52	45.40*
Yankee Consolidated Mining Company	501,005	50,100.50	20,040.20	536.41*
			702,495.93	
As above			$2,625,163.58	$129,424.49*

Net decrease in equity - year 1942

Equity in income (loss*) as above	$129,424.49*
Less dividend from Mountain City Copper Company	219,440.10
	$348,864.59

[redacted]

GAP SHEET

There is an inadvertent gap in the numbering sequence from:

PNYC00000770 TO PNYC00000770

	Shares	Par value	Investment	Indebtedness - not current	Total investment and indebtedness	Net income or loss* of the year 1942
Afterthought Mines Corporation	100	$ 10,000.00	- -	24,839.08	24,839.08	$ 19,804.95*
International Building Association	10	1,000.00	1,000.00	132,546.68	133,546.68	1,609.43
New Jersey Storage and Warehouse Company	10	1,000.00	1,000.00		1,000.00	6.00*
Raritan Copper Works	10	1,000.00	1,000.00		1,000.00	- -
Raritan Terminal and Transportation Company	400	40,000.00	40,000.00		40,000.00	686.01*
Per Balance Sheet, December 31, 1942 - page 9			$ 43,000.00	157,385.76	200,385.76	
						$ 18,887.53*
Less indebtedness to wholly owned subsidiaries:						
New Jersey Storage and Warehouse Company				$ 706.93		
Raritan Copper Works				1,000.00		
Raritan Terminal and Transportation Company				19,007.98		
Per Balance Sheet, December 31, 1942 - page 9					20,714.91	
Net investment					179,670.85	

The above net investment at December 31, 1942 is represented as follows:

Assets:		
Lands, principally for resale		49,479.98
Buildings and railroad construction	$ 64,744.56	
Less reserve for depreciation	20,878.28	43,866.28
Prepaid expenses		354.05
Deferred expenses		79.64
Installment house and land sales contracts		40,460.25
Accounts receivable		2,654.95
Cash		95.50
		136,990.65
Less liabilities:		
Accounts payable	2,334.49	
Taxes accrued	930.42	3,264.91

Net assets	133,725.74
Difference, being accumulated operating deficits to December 31, 1942	$ 45,945.11
Net investment - December 31, 1941	$ 133,841.13
Advances - net - year 1942	45,829.72
Net investment - December 31, 1942 - as above	[illegible]

OTHER SECURITY INVESTMENTS

	Par value	Shares	Amount
Copper Canyon Mining Company stock	$ 6,400.00	64,000	$ 8,600.00
Park-Utah Consolidated Mines Company stock	69,800.00	69,800	441,157.50
Prince Consolidated Mining Company stock	60,000.00	800,000	47,132.86
Per Balance Sheet - page 9			$ 496,890.36

MINE DEVELOPMENT

		Copper Canyon lease	Victoria lease	Total
Balance December 31, 1941	$	548,526.51	- -	548,526.51
Expenditures year 1942, less proceeds of ore sales		488,807.81	36,552.94	525,360.75
Per Balance Sheet, December 31, 1942 - page 9	$	1,037,334.32	36,552.94	1,073,887.26

[redacted]

DEFERRED EXPENSES

		December 31, 1941	December 31, 1942	Increase or decrease*
Tooele plant:				
Advance on purchase contract	$	761.81	- -	761.81*
Sundry deferred expenses, principally employees' expense accounts		940.22	10,667.15	9,726.93
		1,702.03	10,667.15	8,965.12
Zinc oxide department:				
Club memberships		700.00	1,000.00	300.00
Deferred expenses in connection with plant dismantlement		- -	590.14	590.14
		700.00	1,590.14	890.14
Raritan refinery:				
Perth Amboy General Hospital building fund		18,000.00	6,249.99	11,750.01*
Blast furnace slag treatment expense		13,985.51	6,702.92	7,282.59*
Reserve for treating silver slag and sludge			398.95	398.95
		31,985.51	13,351.86	18,633.65*
Investments and advances - Mines department, outside exploration, etc.		2,361.29	5,211.29	2,850.00
Per Balance Sheet - page 9	$	36,748.83	30,820.44	5,928.39*

[redacted]

:ALS AND MANUFACTURED PRODUCTS - FINISHED

Lead refinery	Zinc oxide department	White lead department	Raritan refinery	Raritan electro-sheet department	Total December 31, 1942	Total December 31, 1941	Decrease or increase*
			1,069,605.71		1,322,329.54	$ 1,421,112.19	$ 98,782.65
	41,440.46				41,440.46	9,814.61	31,625.85*
13,792.29		79.72			543,418.03	500,090.43	43,327.60*
188,504.96			188,725.24		752,992.03	1,007,848.84	254,856.81
			374,338.66		598,867.66	704,900.85	106,033.19
9,242.68			41,553.96		53,942.85	188,177.49	134,234.64
	228,519.04				228,519.04	237,189.89	8,670.85
		316,285.78			316,285.78	225,555.82	90,729.96*
				9,901.76	9,901.76	5,332.76	4,569.00*
			29,587.93		29,587.93	49,381.96	19,794.03
	4,503.18	9,721.10			14,224.28	15,321.03	1,096.75
211,539.93	274,462.68	326,086.60	1,703,811.50	9,901.76	3,911,509.36	4,364,725.87	453,216.51
			190,701.79		498,810.80	368,817.01	129,993.79*
211,539.93	274,462.68	326,086.60	1,513,109.71	9,901.76	3,412,698.56	$ 3,995,908.86	$ 583,210.30
							8,143.73
							$ 591,354.03

			12,043,698		14,278,926	15,520,972	1,242,046
	565,167				565,167	198,596	366,571*
217,647		1,733			11,108,421	10,467,729	640,692*

			8.881		9.261	9.156
	7.332				7.332	4.942
6.337		4.600			4.892	4.777

Ounces	Price	Amount - as above
1,540,400.69	34.75 ¢	$ 535,289.24
63,715.04	44.75	28,512.47
1,604,115.73	35.15	563,801.71
266,375.95	71.0238	189,190.32
1,870,491.68	40.1614¢	$ 752,992.03
17,511.785	$ 34.198	$ 598,867.65

[redacted]

		Tooele plant	Miami plant	Lead refinery	Zinc oxide department	Whi dep
AMOUNT						
Copper	$	200,017.05	52,706.78			
Zinc					41,440.46	
Lead		529,546.02		13,792.29		
Silver		354,650.61	21,111.22	188,504.96		
Gold		184,222.44	40,306.56			
Miscellaneous metals		3,146.21		9,242.68		
Manufactured products:						
Zinc oxide					228,519.04	
White lead						316,
Electro-sheet copper						
Prepaid billet cost						
Prepaid freight					4,503.18	9,
		1,271,582.33	114,124.56	211,539.93	274,462.68	326,
Less reserves for freight, refining, etc.		141,444.92	166,664.09			
Per Balance Sheet - page 9	$	1,130,137.41	52,539.53#	211,539.93	274,462.68	326,
Increase in depreciation included in above inventories - details page 16						
Per page 5						
POUNDS						
Copper		1,711,783	523,445			
Zinc					565,167	
Lead		10,889,041		217,647		
CENTS PER POUND						
Copper		11.685	10.070			
Zinc					7.332	
Lead		4.862		6.337		

SILVER - total for all departments - not covered by affidavits

- covered by affidavits

As above

GOLD - total for all departments - as above

# Denotes credit

PNYC00000776

ACCOUNTS AND NOTES RECEIVABL

	Tooele plant	Copper Canyon lease	Miami plant	Lead refinery
For tolls and for metals and manufactured products:				
Inspiration Consolidated Copper Company	$		235,850.38	
International Minerals and Metals Company	34,269.45			
Irvington Smelting and Refining Works				
Kennecott Copper Company	36,495.93			
Miami Copper Company			459,714.45	
United States Assay Office				
United States Government - Treasury Department				
Utah Copper Company	43,611.59			
Sundry customers	15,396.48		110,592.71	
	129,773.45		806,157.54	
For premiums on production in excess of quota - Metals Reserve Company	49,582.49	17,703.45		
Sundry debtors	22,426.28	3,849.89	867.23	14,351.80
	201,782.22	21,553.34	807,024.77	14,351.80
Less reserve for doubtful notes and accounts				
Per Balance Sheet - page 9	$ 201,782.22	21,553.34	807,024.77	14,351.80

PNYC0000071

ACCOUNTS AND NOTES RECEIVABLE - TRADE, LESS RESERVE

Copper Canyon lease	Miami plant	Lead refinery	Zinc oxide department	White lead department	Raritan refinery	Items not allocated to departments	Total December 31, 1942	Total December 31, 1941
	235,850.38				16,213.67		252,064.05	$ 111,184.27
							34,269.45	14,97[illegible].50
						99,265.73	99,265.73	- -
							36,495.9[illegible]	- -
	459,714.45				3,548.57		463,263.02	[illegible]1,13[illegible].06
							- -	[illegible]1,[illegible]9.41
					91,837.72		91,837.72	- -
							43,611.59	- -
	110,592.71		56,975.25	30,153.23	25.69		213,143.3[illegible]	[illegible]79,308.81
	806,157.54		56,975.25	30,153.23	111,625.65	99,265.73	1,233,950.35	1,228,159.05
[illegible],703.45					225,538.00		292,823.94	- -
[illegible]849.89	867.23	14,351.80			13,594.91	208,420.30	263,510.41	74,993.59
[illegible],553.34	807,024.77	14,351.80	56,975.25	30,153.23	350,758.56	307,686.03	1,790,285.20	1,303,152.64
			30,004.07	15,343.48			45,347.55	43,163.81
[illegible],553.34	807,024.77	14,351.80	26,971.18	14,809.75	350,758.56	307,686.03	$ 1,744,937.65	$ 1,259,988.83

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ACCOUNTS WITH AFFILIATES

	December 31, 1941	December 31, 1942	Increase decrease*
Accounts receivable from:			
The American Brass Company	$ 650.30	- -	650.30
Anaconda Copper Mining Company	1,800.22	7,133.28	5,333.06
Anaconda Sales Company	314,947.32	- -	314,947.32
Anaconda Wire and Cable Company	11,578.26	14,103.95	2,525.69
Basic Magnesium, Incorporated	- -	403.06	403.06
The Cananea Consolidated Copper Company, S. A.	98.31	- -	98.31'
Copper Export Association	- -	97,470.77	97,470.77
Chile Exploration Company	- -	53.74	53.74
	329,074.41	119,164.80	209,909.61*
Net off accounts payable to:			
Anaconda Copper Mining Company	1,800.22	7,133.28	5,333.06
Anaconda Wire and Cable Company	790.69	8.64	782.05*
	2,590.91	7,141.92	4,551.01
Per Balance Sheet - page 9	$ 326,483.50	112,022.88	214,460.62*
Accounts payable to:			
The American Brass Company	$ - -	214.04	214.04
Anaconda Copper Mining Company	21,098.90	21,290.69	191.79
Anaconda Sales Company (current account)	- -	1,591,249.27	1,591,249.27
Anaconda Wire and Cable Company	790.69	8.64	782.05*
Chile Steamship Company Incorporated	2,335.69	236.64	2,099.05*
Montana Hardware Company	5,095.28	6,610.32	1,515.04
Tooele Valley Railway Company	12,215.85	16,086.37	3,870.52
	41,536.41	1,635,695.97	1,594,159.56
Net off accounts receivable, as above	2,590.91	7,141.92	4,551.01
Per Balance Sheet - page 9	$ 38,945.50	1,628,554.05	1,589,608.55

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C A S H

	December 31, 1941	December 31, 1942
Cash in banks:		
Chase National Bank, New York	$ 157,776.90	211,053.40
Continental National Bank and Trust Company of Salt Lake City, Utah	77,992.19	89,181.78
First National Bank of Salt Lake City, Tooele, Utah	49,843.83	49,910.43
Battle Mountain State Bank, Battle Mountain, Nevada	1,638.08	856.87
Valley National Bank, Globe, Arizona	12,165.87	9,387.49
First National Bank in East Chicago, Indiana	14,107.78	15,423.99
Firestone Park Trust and Savings Bank, Akron, Ohio	25,000.00	25,000.00
First Bank and Trust Company, Perth Amboy, New Jersey	26,731.96	51,222.25
	365,256.61	452,036.21
Less outstanding drafts on New York office, deposited in banks	82,502.81	74,901.52
	282,753.80	377,134.69
Petty cash	968.85	792.91
Per Balance Sheet - page 9	$ 283,722.65	377,927.60

[redacted]

INSTALLMENT HOUSE AND LAND SALES AND OTHER
ACCOUNTS RECEIVABLE - LESS RESERVE

	December 31, 1941	December 31, 1942	Increase
Tooele:			
Installment land sale - Tom Buzzianis' contract	$ - -	8,464.63	8,464.63
Cash in closed bank - Tooele County State Bank	1,717.28	1,717.28	- -
	1,717.28	10,181.91	8,464.63
Less reserve for doubtful accounts	1,717.28	1,717.28	- -
Per Balance Sheet - page 9	$ - -	8,464.63	8,464.63

ADVANCES TO SUNDRY MINING COMPANIES, INCLUDING ADVANCES ON ORES - LESS RESERVE

		December 31, 1941	December 31, 1942	Increase decrease*
Ore purchase accounts:				
Current items	$	464.99	5,358.17	4,893.18
Advances - good		23,131.40	31,819.69	8,688.29
- fair but slow		40,123.88	39,114.24	1,009.64*
		63,720.27	76,292.10	12,571.83
Other notes and accounts:				
Afterthought Mines Corporation (consolidated at December 31, 1942)		6,440.78	- -	6,440.78*
Copper Canyon Mining Company		8,353.83	19,353.83	11,000.00
New Quincy Mining Company		29,668.40	69,938.46	40,270.06
Panther Mines Company		9,579.73	9,535.86	43.87*
Prince Consolidated Mining Company		13,872.72	14,764.06	891.34
Snyder Mines, Inc.		- -	202,095.21	202,095.21
Sundry - Tooele plant		6,129.43	4,226.04	1,903.39*
- Copper Canyon lease		406.88	284.16	122.72*
		74,451.77	320,197.62	245,745.85
		138,172.04	396,489.72	258,317.68
Less reserve for doubtful accounts		49,289.17	49,289.17	- -
Per Balance Sheet - page 9	$	88,882.87	347,200.55	258,317.68
Investments and advances:				
Afterthought Mines Corporation	$	6,440.78	- -	6,440.78*
Prince Consolidated Mining Company		13,872.72	14,764.06	891.34
		20,313.50	14,764.06	5,549.44*
Copper Canyon lease:				
Copper Canyon Mining Company		8,353.83	19,353.83	11,000.00
Sundry accounts		406.88	284.16	122.72*
		8,760.71	19,637.99	10,877.28
Tooele plant:				
Ore purchase accounts		63,720.27	76,292.10	12,571.83
New Quincy Mining Company		29,668.40	69,938.46	40,270.06
Panther Mines Company		9,579.73	9,535.86	43.87*
Snyder Mines, Inc.		- -	202,095.21	202,095.21
Sundry Accounts		6,129.43	4,226.04	1,903.39*
		109,097.83	362,087.67	252,989.84
Less reserve for doubtful accounts		49,289.17	49,289.17	- -
		59,808.66	312,798.50	252,989.84
As above	$	88,882.87	347,200.55	258,317.68

RESERVE FOR WORKMEN'S COMPENSATION INSURANCE

	Balance December 31, 1941	Additions - details below	Deductions - compensation paid, medical and hospital expenses, etc.	Balance December 31, 1942
·lant	$ 19,093.77	41,593.81	32,892.60	30,155.45
·nts and advances -				
·ir Hill	2,360.47			
·inery	10,953.36	2,268.43	3,040.41	10,181.38
ide department	9,288.65	1,170.62	1,684.49	8,774.78
ead department	3,091.95	650.48	1,418.16	2,324.27
refinery	12,925.85	18,205.65	8,878.95	22,252.55
ance Sheet - page 9	$ 57,714.05	63,888.99	47,914.61	73,688.43

s of additions - year 1942

	Total - as above	Charged cost	Pay roll deductions
le plant	$ 41,593.81	31,479.72	10,114.09
. refinery	2,268.43	2,268.43	
· oxide department	1,170.62	1,170.62	
·e lead department	650.48	650.48	
·tan refinery	18,205.65	18,205.65	
	$ 63,888.99	53,774.90	10,114.09

[redacted]

ACCOUNTS PAYABLE

	December 31, 1941	December 31, 1942
Ore purchases - Tooele plant	$ 129,385.91	95,530.08
Reserve for unearned tolls - Raritan refinery	134,318.13	435,013.50
Wages payable - details below	122,420.04	116,033.70
Payroll deductions for employees' war bond purchases	- -	31,071.57
Employees' deposits - Tooele plant	9,334.48	10,905.42
Reserve for repairs - Raritan electro-sheet department - details below	11,525.36	11,072.88
Sundry accounts payable	547,092.83	630,736.66
	$ 954,076.75	1,330,363.81

Details of Wages payable

Tooele plant	$ 56,630.11	46,269.28
Copper Canyon lease	5,719.92	9,997.48
Miami plant	8,825.44	8,563.31
Lead refinery	26,936.50	14,454.93
Raritan refinery	24,308.07	34,624.48
Investments and advances	- -	2,124.22
As above	$ 122,420.04	116,033.70

Details of Reserve for repairs - Raritan electro-sheet department

	Balance December 31, 1941	Additions - charged operating expense	Deductions - expended for repairs	Balance December 31, 1942
Reserve for lead anode renewals	$ 2,971.86	167.40	257.84	2,881.42
Reserve for drum surface renewals	8,553.50	694.49	1,056.53	8,191.46
As above	$ 11,525.36	861.89	1,314.37	11,072.88

ACCRUED TAXES

	Tooele Plant	Copper Canyon lease	Miami Plant
Federal old age benefits tax	$ 6,269.69	10.80	1,591.70
Federal and state unemployment insurance taxes	20,759.54	2,008.78	6,904.99
Federal income and excess profits taxes			
Federal capital stock tax			
Real estate taxes		8,490.33	8,934.21
Sundry	826.44		2,009.83
Per Balance Sheet - page 9	$ 27,855.67	10,509.91	19,440.73

*denotes debit

ACCRUED TAXES

ooele lant	Copper Canyon lease	Miami Plant	Lead refinery	Raritan refinery	Investments and advances	Items not allocated to departments	Total December 31, 1942	Total December 31, 1941
,269.69	10.80	1,591.70	1,661.57	8,963.03	8.44	374.76*	18,130.47	$ 14,222.94
,759.54	2,008.78	6,904.99	4,970.82	16,943.72	294.90	151.77*	51,730.98	56,994.68
						180,700.00	180,700.00	568,580.82
						5,000.00	5,000.00	11,250.00
	8,490.33	8,934.21			168.00		17,592.54	9,340.06
826.44		2,009.83					2,836.27	1,788.72
,855.67	10,509.91	19,440.73	6,632.39	25,906.75	471.34	185,173.47	275,990.26	$ 662,177.22

[redacted]

DEBENTURES AND NOTES PAYABLE TO ANACONDA COPPER MINING COMPANY

	15 year 6% debentures due 1950	Demand note, interest at 5%	Time note, interest at 1-3/4%	Total
er Balance Sheet - page 9	$ 8,000,000.00	2,250,000.00	250,000.00	10,500,000.00

nterest accrued and paid

	15 year 6% debentures due 1950	Demand note, interest at 5%	Time note, interest at 1-3/4%	Total
Balance December 31, 1941	$ 21,098.90	- -	- -	21,098.90
Accrued 1942, per Income Account - page 10	480,000.00	112,500.00	4,375.00	596,875.00
	501,098.90	112,500.00	4,375.00	617,973.90
Paid 1942	480,000.00	112,500.00	4,375.00	596,875.00
Balance December 31, 1942	$ 21,098.90	- -	- -	21,098.90

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OTHER DIVIDENDS AND INTEREST

	Year 1941	Year 1942
Interest received:		
On advances:		
To subsidiaries not wholly owned:		
Comet Coalition Mines Company	$ 1,704.73	1,992.62
Eureka Bullion Mining Company	1,253.44	1,355.67
Yankee Consolidated Mining Company	17.95	102.90
	2,976.12	3,451.19
National Tunnel and Mines Company	3,854.16	20,833.31
Walker Mining Company	18,554.23	12,379.24
	25,384.51	36,663.74
International Building Association	2,837.42	2,630.01
Tooele Valley Railway Company	2,674.05	2,455.78
Prince Consolidated Mining Company	- -	678.67
	30,895.98	42,428.20
Snyder Mines, Inc.	- -	4,921.21
	30,895.98	47,349.41
Miscellaneous - net	448.04	102.45
	31,344.02	47,451.86
Dividends received:		
Park-Utah Consolidated Mines Company	6,980.00	- -
Miscellaneous	1.88	- -
	6,981.88	- -
Per Income Account - page 10	$ 38,325.90	47,451.86

MISCELLANEOUS INCOME OR LOSS*

	Year 1941	Year 1942
Tooele plant:		
Profit on supplies - fire loss	$ - -	9,465.04
Profit on sale of land - details below	- -	1,773.78
	- -	11,238.82
Miami plant:		
Loss on sale of land - details below	- -	6,746.88*
Rents	1,728.00	1,728.00
	1,728.00	5,018.88*
Zinc oxide department:		
Loss on sale of land - Akron (sales price $14,000)	24,749.35*	- -
Loss on sale of mortgage on Akron property	- -	5,000.00*
Loss on securities sold	4,916.37*	- -
	29,665.72*	5,000.00*
Raritan refinery:		
Record storage rents	1,350.00	1,350.00
Copper storage rents	5,323.94	9,259.12
Discount on prepayment of taxes	2,976.95	2,890.74
Loading and unloading lighters - net	5,286.16	2,263.80
	14,937.05	15,763.66
Investments and advances:		
Park-Utah Consolidated Mines Company - reimbursement for dividends of prior years not received by the company	1,300.00	1,300.00
Outside property income, Tooele - net	579.90	1,560.76
Ophir Hill rents	220.00	10.00
Loss on securities	4,632.29*	- -
	2,532.39*	2,870.76
Per Income Account - page 10	$ 15,533.06*	19,854.36

Details of loss on lands sold

	Cost - page 14	Sales price	Loss (profit*) as above
Tooele - Utah Land Board property sold to Tom Buzzianis	$ 7,350.00	8,994.52	1,644.52*
- Whitehouse property sold to L. M. Johnson	70.74	200.00	129.26*
- Water rights transferred to International Building Association	3,680.00	3,680.00	- -
	11,100.74	12,874.52	1,773.78*
Miami - Peter Sachon tract	10,246.88	3,500.00	6,746.88
Rico lands	2,480.00	2,480.00	- -
	$ 23,827.62	18,854.52	4,973.10

LOSS OR GAIN ON DISPOSAL OR DISMANTLEMENT OF FIXED ASSETS

	Cost of buildings and machinery sold or dismantled - page 15	Accumulated depreciation - page 16	Salvage less dismantling expense - (deduct* or add)	Gain (loss #)
Tooele plant	$ 3,386.82	3,386.82	1,022.28*	1,022.28
Lead refinery	9,292.82	6,298.22	123.10	3,117.70#
Zinc oxide department	185.23	185.23	20.00*)	
Adjustment of prior year			)	5,913.37
(see notes pages 15 and 16)	10,478.23 ∅	5,316.21 ∅	731.35*)	
Raritan refinery	7,000.00	7,000.00	637.21	637.21#
Investments and advances - Rico	2,547.81	- -	6,872.56*	4,324.75
- Ophir Hill	- -	- -	1,985.22*	1,985.22
	$ 11,934.45	11,554.06	9,871.10*	
Per Income Account, year 1942 - page 10				$ 9,490.71

∅ Denotes credit in debit category or debit in credit category.

	Wholly owned subsidiaries	Mountai City Coppe Compan
BALANCE SHEET ITEMS		
Mines and mining claims and lands	$	
Investments:		
Securities of subsidiaries - not wholly owned		1,143,281
- wholly owned	43,000.00	
Other security investments		
Indebtedness of subsidiaries - not current - not wholly owned		
- wholly owned	157,385.76	
Mine development		
Prepaid expenses		
Supplies on hand		
Advances to Tooele Valley Railway Company		
	200,385.76	1,143,281.
Accounts payable		
Accrued taxes		
Indebtedness to subsidiaries - not wholly owned		
- wholly owned	20,714.91	
	20,714.91	
Net investment	$ 179,670.85	1,143,281.:
INCOME ACCOUNT ITEMS		
Cost of sales	$	
Provision for depreciation and gain on disposal or dismantlement of fixed assets		
Income or loss* from operations		
Other income:		
Dividend from Mountain City Copper Company		219,440.1(
Interest received	2,630.01	
Miscellaneous income		
	2,630.01	219,440.1(
Net income or loss*	$ 2,630.01	219,440.10

[redacted]

DETAILS OF INVESTMENTS AND ADVANCES

	Wholly owned subsidiaries	Mountain City Copper Company	National Tunnel & Mines Company	Walker Mining Company	Other subsidiaries not wholly owned	Park-Utah Consolidated Mines Company	Prince Consolidated Mining Company	Victori[a] lease operati[ons]
	$							
		1,143,281.33	779,386.32		702,495.93			
	43,000.00					441,157.50	47,132.86	
wholly owned			1,559,553.05	497,288.69	62,790.21			
lly owned	157,385.76							
								36,552.9
								523.4
								10,360.6
	200,385.76	1,143,281.33	2,336,939.37	497,288.69	765,286.14	441,157.50	47,132.86	47,437.0
								5,653.0
								303.3
								565.9
	20,714.91							
	20,714.91							6,522.3
	$ 179,670.85	1,143,281.33	2,336,939.37	497,288.69	765,286.14	441,157.50	47,132.86	40,914.6
	$							
		219,440.10						
	2,630.01		20,833.31	12,379.24	3,451.19	1,300.00	678.67	
	2,630.01	219,440.10	20,833.31	12,379.24	3,451.19	1,300.00	678.67	
	$ 2,630.01	219,440.10	20,833.31	12,379.24	3,451.19	1,300.00	678.67	

[redacted]

Tooele Valley Railway Company	Ophir Hill	Rico	Mines Department, outside exploration, etc.	Total – pages 12 and 13
			456,733.67	456,733.67
				2,625,163.58
				43,000.00
				488,290.36
				2,119,631.95
				157,385.76
				36,552.94
				523.45
				10,360.63
117,875.35				117,875.35
117,875.35			456,733.67	6,055,517.69
				5,653.06
		168.00		471.34
				565.98
				20,714.91
		168.00		27,405.29
117,875.35		168.00*	456,733.67	6,028,112.40
	447.52*	693.57*	77,309.73*	78,450.82*
	1,985.22	4,324.75		6,309.97
	1,537.70	3,631.18	77,309.73*	72,140.85*
				219,440.10
2,455.78				42,428.20
	10.00		1,560.76	2,870.76
2,455.78	10.00		1,560.76	264,739.06
2,455.78	1,547.70	3,631.18	75,748.97*	192,598.21

DETAILS OF ITEMS NOT ALLOCATED TO DEPARTMENTS

BALANCE SHEET ITEMS

Accounts receivable - trade - Irvington Smelting and Refining Works	$ 99,265.73	
- Johnson and Higgins	100.76	
- Pennsylvania Railroad Company	404.82	
- Collector of Internal Revenue	79,977.27	
- fire loss settlement receivable	127,937.45	307,686.03
- affiliates - Copper Export Association	97,470.77	
- Chile Exploration Company	53.74	97,524.51
- subsidiaries not wholly owned - current: Mountain City Copper Company		219,440.10
Cash - Chase National Bank, New York		211,053.40
		835,704.04
Accounts payable - Chadbourne, Wallace, Parke and Whiteside	5,015.79	
- sundry	450.28	5,466.07
Taxes accrued - Federal income and excess profits taxes	180,700.00	
- Federal capital stock tax	5,000.00	
- employer's portion of social security taxes on New York employees (debit*)	526.53	185,173.47
Indebtedness to affiliates - Anaconda Copper Mining Company - interest accrued	21,290.69	
- Anaconda Sales Company - current account	1,591,249.27	1,612,539.96
		1,803,179.50
Excess of liabilities over assets - page 12		$ 967,475.46

INCOME ACCOUNT ITEMS

Cost of sales - New York office	$ 85,435.99	
- Capital stock tax	3,750.00	
- Social security tax adjustment - New York (credit*)	1,110.59*	
- sundry taxes	2.00	88,077.40
Other income - interest received on freight claim (credit*)		1.63*
United States income tax - estimated		180,700.00
Interest on debentures and notes payable to Anaconda Copper Mining Company		596,875.00
Net loss - page 13		$ 865,650.77

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