INTERNATIONAL MELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 27TH 1940

ESTIMATED NET INCOME

	Month of July 1940	Month of June 1940	Seven Months ended July 31, 1940	Seven Months ended July 31, 1939
Smelting Department	$ 47,148	$ 24,913	$ 469,085	$ 130,733
Raritan Copper Works:				
Refinery Department	127,077	120,633	1,200,910	679,607
Secondary Department	30,129	11,106	64,847	114,944
Lead Refining Department	10,500	27,500	105,369	[illegible]
Zinc Oxide Department	6,206	[illegible]	3,468	122,357
White Lead Department	5,768	4,362	15,418	2[illegible],336
Total	$232,828	$186,816	$1,859,077	$1,072,229
Add - Miscellaneous Income	2,521	17,277	32,947	24,577
	$235,349	$204,093	$1,892,024	$1,096,806
DEDUCT:				
Administrative Expenses	$ 6,000	$ 8,442	$ 43,294	$ 46,642
Miscellaneous Taxes	-	287	2,479	1,105
Capital Stock Tax	1,042	1,042	6,392	7,[illegible]
Silver Affidavit Adjustment	-	-	-	43,175
Interest:				
Six Percent Debentures	40,000	40,000	278,901	278,901
Anaconda Copper Mining Company	9,375	9,375	65,625	65,625
Anaconda Sales Company	5,833	6,042	43,125	98,958
	$ 62,250	$ 65,188	$ 439,816	$ 541,406
	$173,099	$138,905	$1,452,208	$ 555,400
Less - Depreciation	60,834	68,226	480,155	400,679
	$112,265	$ 70,679	$ 972,053	$ 154,721
Less - Federal Income Tax	23,500	14,800	203,200	29,400
NET INCOME	$ 88,765	$ 55,879	$ 768,853	$ 125,321
Add - Net Income of Subsidiary Companies	[illegible]			[illegible]
CONSOLIDATED NET INCOME	$ 88,626	$ 55,740	$ 767,365	$ 124,541

CONSOLIDATED SURPLUS ACCOUNT

BALANCE - January 1, 1940	[illegible]
ADD - Net Income - Seven Months ended July 31, 1940	767,365
BALANCE - JULY 31, 1940	$ [illegible]

PNYC 00011573

INTERNATIONAL SMELTING AND MINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 27TH 1940

ESTIMATED NET INCOME - OPERATING DEPARTMENT

	Month of July 1940	Month of June 1940	Seven months ended July 31, 1940	Seven months ended July 31, 1939
Tooele Lead Plant	$23,358	$30,579	$128,962	$ 22,528
Tooele Copper Plant	7,553	24,911	97,914	89,115
Tooele Sulphide Concentrator	11,393	4,960	75,220	8,696
Ophir Hill Plant	1,344	10,571	133,264	89,374
Miami Plant	14,000	11,340	89,977	22,500
	$56,048	$82,759	$525,337	$232,213
Deduct -				
Treasury Operations	$ 350	$ 350	$ 2,459	$ 2,443
Outside Exploration	3,000	3,500	32,449	47,464
Selling Commission	4,000	2,846	17,424	10,571
Shutdown Expenses:				
Oxide Concentrator	750	750	5,250	7,844
Mine Concentrator	800	800	4,352	4,953
	$ 8,900	$ 7,846	$ 56,250	$101,480
	$47,148	$24,913	$469,085	$130,733
Less - Depreciation	21,043	23,501	177,071	176,333
NET INCOME	$26,105	$ 1,352	$289,414	$ 45,600

PNYC 00011574

INTERNATIONAL SMELTING AND REFINING COMPANY

[illegible] SMELTING - AUGUST 27TH 1940

[illegible] - [illegible] OPERATIONS

	Month of July 1940	Month of June 1940	Seven Months ended July 31, 1940	Seven Months ended July 31, 1939
Concentrator Sales	$32,655	$40,493	$343,132	$271,633
Cost of Sales	31,311	29,922	209,868	182,259
Operating Profit	$ 1,344	$10,571	$133,264	$ 89,374
Depreciation	4,829	11,145	64,153	60,934
NET INCOME	$ [illegible],483	$ 574	$ 69,111	$ 28,440

Note:- Investment of International Smelting and Refining Company in the above plant at July 31, 1940, amounted to $191,350 (Depreciated Value $27,471)

PNYC 00011575

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 27TH 1940
COMPLETE NET INCOME - RAWTON COPPER WORKS

	Month of July 1940	Month of June 1940	Seven Months ended July 31, 1940	Seven Months ended July 31, 1939
REFINERY DEPARTMENT:				
Profit on Tolls	$75,242	$ 85,457	$ 723,409	$ 457,672
Profit on Premiums	35,527	22,139	379,015	181,439
Profit on Sales	11,989	5,855	43,030	16,617
Electro Sheet Department	4,334	1,173	2,075	12,152
	$127,092	$114,624	$1,147,529	$ 667,880
Add - Miscellaneous Earnings	7,000	8,409	70,530	41,213
	$134,092	$123,033	$1,218,059	$ 709,093
Deduct - General Expenses	$ 2,000	$ 1,356	$ 9,289	$ 9,393
Experimental Expenses	4,160	474	4,634	18,610
Selling Expenses	855	570	3,226	1,483
	$ 7,015	$ 2,400	$ 17,149	$ 29,486
	$127,077	$120,633	$1,200,910	$ 679,607
Less - Depreciation	26,340	27,893	219,268	153,659
NET INCOME	$100,737	$ 92,740	$ 981,642	$ 525,948
SECONDARY SOCIAL DEPARTMENT:				
Proceeds of Copper Deliveries	$388,995	$397,875	$3,297,799	$2,510,871
Value of Copper Deliveries	384,337	401,249	3,360,458	2,560,713
Trading Profit	$ 4,058	$ [illegible]	$ [illegible]	$ [illegible]
Add - Freight Differential	2,258	2,768	22,646	16,755
	$ 6,316	$ [illegible]	$ [illegible]	$ [illegible]
Operating Profit	28,213	16,305	141,607	179,600
	$ 34,529	$ 15,699	$ 101,594	$ 146,513
Less - Buying & Selling Expense	4,400	4,593	36,767	31,569
	$ 30,129	$ 11,106	$ 64,827	$ 114,944
Less - Depreciation	3,017	4,954	22,438	19,846
NET INCOME	$ 27,112	$ 6,152	$ 42,389	$ 95,098
Deliveries - Pounds	3,450,065	3,560,023	28,221,260	24,204,792
Trading Profit per pound	.118¢	[illegible]	[illegible]	[illegible]
Operating Profit per pound	.818¢	.458¢	.502¢	.742¢
Net Income per pound	.786¢	.173¢	.150¢	.393¢

PNYC 00011576

[illegible] NATIONAL SMELTING AND REFINING COMPANY

[illegible] FOR THE MONTH OF JULY, 1940

[illegible] NET INCOME - LEAD REFINING, ZINC OXIDE AND [illegible]

	Month of July 1940	Month of June 1940	Seven months ended July 31st 1940	Seven months ended July 31st 1939
LEAD REFINING [illegible]:				
Operating Income	$ 16,500	$ 27,500	$ 105,369	$ [illegible]
Less - Depreciation	4,700	3,092	26,500	6,194
NET INCOME	$ 11,800	$ 23,808	$ 78,869	$ [illegible]
ZINC OXIDE [illegible]:				
Sales of Zinc Oxide	$185,844	$191,354	$1,153,746	1,315,138
Cost of Sales	177,378	182,717	1,148,523	1,185,442
	$ 8,466	$ [illegible]	$ 5,243	$ 129,696
Less - Shutdown Expenses - Akron Plant	260	335	1,775	7,339
	$ 8,206	$ [illegible]	$ 3,468	$ 122,357
Less - Depreciation and Obsolescence	5,016	2,760	18,554	29,819
NET INCOME	$ 3,190	$ [illegible]	$ [illegible]	92,538
Pounds of Zinc Oxide Sold	3,174,322	3,264,958	19,530,129	22,430,697
Sales Price	5.949¢	5.861¢	5.906¢	5.863¢
Cost of Sales	5.650¢	5.598¢	5.881¢	5.285¢
WITH LEAD [illegible]:				
Sales of Lead Products	$108,180	$116,417	$ 539,653	$ 554,150
Cost of Sales	103,372	112,055	524,240	525,814
	$ 5,768	$ 4,362	$ 15,418	$ 28,336
Less - Depreciation	2,718	2,962	14,069	14,848
NET INCOME	$ 3,050	$ 1,400	$ 1,409	$ 13,488
Pounds of Lead Products Sold	1,324,380	1,440,635	6,773,065	7,149,303
Sales Price	8.165¢	8.081¢	7.968¢	7.75¢
Cost of Sales	7.729¢	7.778¢	7.740¢	7.31¢

PNYC 00011577

INTERNATIONAL SMELTING AND REFINING COMPANY

PROPOSITION FOR DIRECTORS' MEETING - AUGUST 27, 1940

NET CURRENT AND OTHER ASSETS - JULY 31, 1940

CURRENT ASSETS:				
Supplies				$ 880,459
Metals:				
In Process				2,078,916
Finished:				
Lead	18,353,056 lbs. @	4.782¢	$ 877,606	
Copper	32,337,085 lbs.	9.412¢	3,043,623	
Silver	2,396,030 ozs.	53.567¢	1,283,492	
Gold	28,936 ozs. @	34.065	985,711	
By-Products			370,727	
			$6,561,159	
Reserve for Freight and Refining			535,214	6,025,945
Manufactured Products:				
Lead Products			$ 332,665	
Zinc Oxide - Finished			408,000	
Maritan Copper Ores - Electro Sheet			15,128	755,793
Accounts Receivable:				
Anaconda Sales Company - Current Account			$ 511,109	
Tolls			732,824	
Zinc Oxide			188,899	
Mountain City Copper Company			68,048	
Walker Mining Company			774,358	
Others			526,013	2,801,251
Cash				212,211
				$12,754,571
CURRENT LIABILITIES:				
Taxes			341,812	
Interest			134,375	
Accounts Payable:				
Inter-company:				
Anaconda Sales Company - Note Payable			4,000,000	
Anaconda Copper Mining Company - Note Payable			2,250,000	
Other			25,814	
Other Accounts Payable			1,445,347	
Wages Payable			95,070	[illegible],292,41
BALANCE - NET CURRENT ASSETS				$ 4,462,15
OTHER ASSETS:				
Advances to sundry mining companies, including advances on ores, less reserve			89,770	
Instalment house and land sales and other accounts receivable, less reserve			56,474	146,24
BALANCE - NET CURRENT AND OTHER ASSETS				$ 4,608,40

PNYC 00011578

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - AUGUST 27, 1940

SALES, DAILY RATE AND PRODUCTION - ALL ESTABLISHMENTS

	Month of July 1940	Seven months ended July 31st 1940	Seven months ended July 31st 1939	Percent. Increase
SMELTER PRODUCTION				
Copper - lbs. - Tooele	3,741,579	24,981,395	21,654,831	15.4
- Lemi	3,175,754	33,375,714	30,665,725	8.8
	6,917,333	58,357,109	52,320,556	11.5
Lead - lbs. - Tooele	7,547,785	41,990,850	28,228,422	48.8
SCRAP COPPER RECEIVED AT SMELTER				
Recoverable Contents - lbs.	4,199,361	29,476,475	26,965,751	9.3
REFINERY PRODUCTION				
Copper - lbs.	39,284,717	293,297,278	209,320,778	39.9
Lead - lbs.	10,403,765	58,529,681	45,178,820	29.6
Silver - ozs.	1,468,827	10,066,083	7,034,139	43.1
Gold - ozs.	22,456	160,348	105,641	42.9
SALES				
Copper - lbs.	3,410,913	26,677,531	34,898,419	
Lead - lbs.	3,379,252	40,725,969	44,152,141	
DELIVERIES				
Copper - lbs.	4,325,065	30,045,037	25,773,263	16.9
Lead - lbs.	6,307,499	38,543,194	40,1137,048	
ZINC OXIDE				
Production - lbs.	3,307,000	22,382,792	22,561,466	
Deliveries - lbs.	3,172,000	19,529,956	22,430,150	

PNYC 00011579