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

ANACONDA LEAD PRODUCTS COMPANY - EAST CHICAGO, INDIANA

DECEMBER 10TH, 1936

PERIOD COVERED BY AUDIT:

Cash Audit	September 21st, 1935 to September 3rd, 1936
General Audit	September 1st, 1935 to July 31st, 1936

TIME REQUIRED FOR AUDIT:

29½ Days

CASH:

Cash Book Balance - September 3rd, 1936	$ 789.02
Cash on Hand - September 3rd, 1936 (8:30 A.M.)	789.02

Detail:

Checks:

8/31/36 -	St. Casimer's Church	$ 16.27	
8/31/36 -	The Thomson Wood Finishing Company	148.11	
9/ 1/36 -	Grand Rapids Wood Finishing Company	424.00	
9/ 1/36 -	Milton Junction Lumber Company	28.08	
9/ 1/36 -	Potter Brothers	43.12	
9/ 1/36 -	H. H. Troup & Company	43.49	
9/ 2/36 -	A. A. Vandervourt	86.26	$ 789.02

Note: All of the above checks, with the exception of the Thomson Wood Finishing Company, were deposited on September 3rd, 1936. The Thomson check was returned for signature and was deposited September 15th, [illegible] √

BOOKS AND RECORDS CHECKED:

NOTES AND TRADE ACCEPTANCES RECEIVABLE:

The following Notes and Trade Acceptances were on hand at September 3rd, 1936, and were examined by me.

NOTES:

Date Issued	Due	Name	Rate of Interest	Amount
12/19/35	12/19/36	M. W. Loop	5%	$1,500.00
12/19/35	12/19/37	M. W. Loop	5%	1,500.00
12/19/35	12/19/38	M. W. Loop	5%	1,500.00
				$4,500.00

TRADE ACCEPTANCES:

8/21/36	10/30/36	Salem China Company	-	$ 500.00

BOOKS AND RECORDS CHECKED: (Continued)

STATEMENTS OF CUSTOMERS ACCOUNTS: (Continued)

B. & M. Advertising Service — $ 27.75
Joliet, Illinois
6/ 2/36 - Invoice A-1728 — $ 9.25
7/21/36 - Invoice A-2875 — 9.25
8/31/36 - Invoice A-3712 — 9.25
They claim that Invoice A-1728 of 6/ 2/36 had been paid 7/17/36. The statement should have listed Invoice A-2046 of 6/13/36 for $9.25 instead of Invoice A-1728 as unpaid; however, the total of $27.75 is correct.

Belleville Lumber & Supply — $ 46.62
South Bend, Indiana
4/10/36 - Invoice A-792 — $ 46.62
Copy of invoice requested. Copy was mailed in September and payment received 10/29/36.

H. B. Davis Company — $4,824.00
Baltimore, Maryland
8/31/36 - Invoice 756 — $4,824.00
Claim credit of $30.00 to cover special allowance. Credit Memo 245 for $30.00 issued 9/21/36 and payment received 9/17/36.

Galveston Drug Company — $ 21.88
Galveston, Indiana
7/15/36 - Invoice A-2793 — $ 21.88
State that they do not owe anything, which is true. Upon investigation I find that shipment of 6/26/36 was damaged in transit and part of the shipment, amounting to $21.88, was returned to East Chicago to put the material and containers in salable condition. A claim was filed with the Pennsylvania Railroad for $7.35 covering the cost of reconditioning. The June invoice was paid in full and Credit Memo should have been issued for the returned material. The above invoice covers replacement, which would be offset by the credit. Credit Memo 269 was issued 9/30/36 to cover the returned material, and to balance the account.

Kinsella Paint & Varnish Works — $ 348.60
Springfield, Illinois
6/20/36 - Invoice A-2406 — $ 348.60
Claim that agreement had been made to allow 2,500 lbs. Lead for painting the Governor's Mansion, also cost of having a sign made for display in front of Governor's Mansion. Credit Memo 305 for $222.50 issued 11/16/36 to cover the Lead, and Credit Memo 315 for $20.00 issued 11/16/36 to cover the sign.

Elias Mantel — $ 264.75
Cleveland, Ohio
8/31/36 - Invoice 4066 — $ 264.75
Claim credit due of 20 cents per 100 lbs. to cover allowance on 20 Ton Price. Credit Memo 258 for $6.20 issued 9/30/36. Account paid 9/12/36.

Miles Paint Company — $ 364.56
Yonkers, New York
In Bankruptcy. Proof of Claim filed with Referee 1/30/36, as per copy in files, and acknowledged by him. Attorneys state that claim has been listed as $242.00, which, no doubt, is an error. Mr. Stolte's letter of 10/20/36 to Krause, Hirch Levin, Attorneys, states that our claim was filed for the correct amount and asked them to make correction.

Rehn - Toppin Paint Company — $ 135.70
Worcester, Massachusettes
4/28/36 - Invoice A-1152 (Balance) — $ 38.50
8/19/36 - Invoice A-3198 — 97.20
They claim that item of $38.50 covers samples authorized to be given by salesman on which credit should have been issued. Controversy on this item and several letters have been written trying to adjust the matter.

Wabash Railroad Company — $ 150.00
St. Louis, Missouri
7/ 1/36 - Invoice A-2441 — $ 150.00
Claim that Voucher was mailed 8/ 4/36 to cover this invoice, and ask that the matter be taken up with L. G. Holt, Treasurer, to have duplicate issued, as apparently original has been lost. This has been done.

CUSTOMERS LEDGER TRIAL BALANCE - JULY 31ST, 1936:

	DR.	CR.
Alexander Warehouse & Sales Company	$ 26.67	$
A. & B. Sign Company	43.84	
Advance Paint Company	152.40	
Alletts Hardware Company	2.19	
American Bridge Company	27.00	
Ace Hardware Corporation	55.95	
Adelberg, J. D.		2.14
Athey Paint Company, C. M.	2,581.52	
Allen & Son, A.	1,150.90	
Antonsen, Fred	137.26	
American Asphalt Company	4,357.87	
Attica Lumber Company	173.83	
Allied Paper Mills	4.63	
Atlanta Paint Company	34.73	
Aalf's Paint & Glass Company		79.30
American Steel & Wire Company	19.74	
Atlantic Varnish & Paint Company	809.26	
Aughe Brothers	171.84	
Akron Paint & Varnish Company	745.52	
American Paint Corporation	457.96	
Atlas Paint & Wallpaper Company	946.35	
Architectural Filing Company	4,017.00	
Al-Mar Decorating	8.55	
American Hardware & Equipment	15.94	
Al's Hardware Company	172.63	
Augustin Paint & Glass Company, M.	9.00	
Arter, W. E.	17.90	
Allen Hardware, Ralph	24.68	
Allen Manufacturing Company, E. E.	33.75	
Allen Cash Paint House	3,065.65	
Augustine, E. M.	61.65	
Argo - Milling Company	26.35	
Alamo Lumber Company	.61	
Becker Paint Company, C. H.	216.58	
Burlington Drug Company	25.78	
Brown & Pease	137.11	
B. & M. Advertising Company	18.50	
Brubaker & Son	46.88	
Bergman, R. A.	108.66	
Barker, Goldman, Lubin Company	64.13	
Bates Hardware & Supply Company	29.88	
Bocks Sons, Incorporated, H.	44.00	
Buckeye Paint & Varnish Company	143.96	
Borden & Son, F. O.	8.95	
Bentler Company, G. H.	633.18	
Blood Lumber Company	224.23	
Bolt Hardware Company	174.70	
Beard Campbell Company	6.63	
Brookville Lumber Company	40.34	
Budek Company, G. M.	310.16	
Boydell Brothers White Lead & Color Company	2,600.00	
Brander Company, N.	88.27	
Borden & Remington	763.71	
Balesvice's Hardware, J.	80.00	
Builders Supply Company	49.32	
Bennett & Powell	3.19	
Brown Hardware Company	47.90	
Bruder & Son, M. A.	44.89	55.65
Bailey & Son, E.	132.68	
Burkhart Paint Company	88.75	
Blackburn & Broughton	26.10	
Baker's Paint Store	43.81	
Burkes Paint & Wallpaper Company	257.06	
Belmont Paint & Supply Company	13.43	
Brill Paint Company	45.00	
Battle Creek Sanitarium	7.94	
Baume Company, L.	46.62	
Builder's Store, Incorporated	43.50	
Burr Aldrich Hardware	40.50	
Burkes Tropical Paint Company		
Carried Forward	$ 26,009.51	$ 137.09

PNYC 00011931

REMARKS:

WHITE LEAD AND WHITE LEAD-IN-OIL SALES:

Sales are handled by the International Smelting and Refining Company, Zinc Oxide Department on a commission basis; 2% commission one Dry White Lead and $13.50 per ton on White Lead-in-Oil. The rate of commission on sales of White Lead-in-Oil being increased from $9.50 per ton effective January 1st, 1936.

Prices have not kept pace with the increasing prices of Metallic Lead. An advance of ¼ cent per pound was made on Dry White Lead in November, 1936, and an advance of 40 cents per hundred pounds on White Lead-in-Oil in April, 1936, but additional increases in price will be necessary due to rising costs. Some further advance in price is anticipated within the next few months.

ANACONDA LEAD PRODUCTS COMPANY DISSOLVED:

The Sperry Interests were bought out by the Company and Anaconda Lead Products Company was dissolved, as of October 31st, 1936. This unit is now being handled as the International Smelting and Refining Company, White Lead Department, East Chicago, Indiana.

CUSTOMERS LEDGER:

The posting of invoices is held up each month awaiting return of reports from Consigned Stocks so that final invoices can be issued.

Should close consigned stocks earlier in the month, and make an effort to close the Sales Records soon after the end of the month, so as to permit posting of invoices. The November invoices were not posted at December 12th, 1936.