INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - JULY 25TH 1939

ESTIMATED NET INCOME

	Month of June 1939	Month of May 1939	12 Months ended June 30, 1939	Six Months ended June 30, 1938
Smelting Department	$ 31,812	$ 17,525	$ 83,815	$121,367
Raritan Copper Works:				
Refinery Department	77,165	107,508	582,666	329,561
Secondary Department	10,073	10,551	163,930	5,502
Lead Refining Department	9,000	680	3,317	75,597
Zinc Oxide Department	18,137	15,697	102,559	29,006
White Lead Department	5,550	9,242	23,241	17,358
Total	$155,537	$165,843	$959,528	$ 80,871
Add - Miscellaneous Income	3,971	3,802	21,556	20,504
	$159,508	$169,645	$981,084	$101,375
Deduct:				
Administrative Expenses	$ 6,000	$ 5,213	$ 40,426	$ 23,609
Miscellaneous Taxes	75	-	854	11,370
Capital Stock Tax	1,000	1,000	6,000	6,750
Interest -				
Six Percent. Debentures	40,000	40,000	240,000	238,901
Anaconda Copper Mining Company	9,375	9,375	56,250	55,787
Anaconda Sales Company	14,585	14,583	87,500	87,021
	$ 71,035	$ 70,171	$431,030	$423,438
	$ 88,473	$ 99,474	$550,054	$ [illegible]
Less - Depreciation	58,685	60,432	346,273	273,364
NET INCOME	$ 29,788	$ 39,042	$203,781	$ [illegible]
Add - Net Income of Subsidiary Companies	140	140	[illegible]	123
CONSOLIDATED NET INCOME	$ 29,648	$ 38,902	$203,383	$ [illegible]

CONSOLIDATED SURPLUS ACCOUNT

BALANCE - January 1st 1939	$1,966,037
Add - Net Income - Six Months ended June 30, 1939	203,383
BALANCE - JUNE 30TH 1939	$1,762,654

N13683

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - JULY 25TH 1939

ESTIMATED NET INCOME - SMELTING DEPARTMENT

	Month of June 1939	Month of May 1939	Six Months ended June 30, 1939	Six Months ended June 30, 1938
Tooele Lead Plant	$ 6,000	$ 5,748	$ 1,300	$ [illegible]
Tooele Copper Plant	15,000	18,496	85,901	36,265
Tooele Sulphide Concentrator	6,830	854	4,574	[illegible]
Ophir Hill Plant	11,066	3,952	82,727	-
Miami Plant	2,000	1,113	4,045	4,335
	$ 40,896	$ 26,229	$178,547	$ 51,685
Deduct:				
Silver Affidavit Adjustment	$ -	$ -	$ 47,057	$ -
Expenses - Operating Treasury	900	942	5,496	5,154
Shutdown Expenses:				
Miami Plant	-	-	-	23,469
Rico Plant	540	541	3,325	3,258
Tooele Sulphide Concentrator	644	619	3,433	-
Tooele Oxide Concentrator	1,200	1,315	6,095	2,693
Outside Exploration	3,200	2,900	18,400	18,533
Selling Commission	2,600	2,387	10,926	16,575
	$ 9,084	$ 8,704	$ 94,732	$ 69,682
	$ 31,812	$ 17,525	$ 83,815	$ [illegible]
Less - Depreciation	26,022	28,722	149,876	93,429
NET INCOME	$ 5,790	$ [illegible]	$ [illegible]	$ [illegible]

ISR002464

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - JULY 25TH 1939

ESTIMATED NET INCOME - UPHIR MILL OPERATIONS

	June, 1939	May, 1939	Six Months ended June 30, 1939
Concentrator Sales	$36,405	$34,753	$241,724
Cost of Sales	25,339	30,826	159,068
Operating Profit	$11,066	$ 3,927	$ 82,656
Other Income	-	25	71
	$11,066	$ 3,952	$ 82,727
Depreciation and Depletion	10,000	10,328	50,847
NET INCOME	$ 1,066	$ [illegible]	$ 31,880

Note: Investment of International Smelting and Refining Company in the above plant at June 30th 1939 amounted to $191,350.

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - JULY 25TH 1939
ESTIMATED NET INCOME - HARITAN COPPER ORES

	Month of June 1939	Month of May 1939	Six Months ended June 30th 1939	Six Months ended June 30th 1938
REFINERY DEPARTMENT:				
Profit on Tolls	$ 47,914	$ 61,254	$ 393,532	$ 233,115
Profit on Premiums	25,367	37,816	151,586	90,367
Profit on Sales	678	6,047	12,461	15,500
Electro Sheet Department	2,533	2,082	10,853	7,800
	$ 76,492	$107,199	$ 568,432	$ 346,782
Add - Miscellaneous Earnings	6,930	6,193	34,818	29,681
	$ 83,422	$113,392	$ 603,250	$ 376,463
Deduct - General Expenses	$ 1,000	$ 1,288	$ 7,681	$ 7,291
Shutdown Expenses	-	-	-	20,776
Experimental Expenses	5,257	4,596	12,903	18,835
	$ 6,257	$ 5,884	$ 20,584	$ 46,902
	$ 77,165	$107,508	$ 582,666	$ 329,561
Less - Depreciation	22,350	21,615	131,946	146,486
NET INCOME	$ 54,815	$ 85,893	$ 450,720	$ 183,075
SECONDARY METAL DEPARTMENT:				
Sales of Copper	$351,618	$337,737	$2,082,716	$1,210,874
Cost of Sales	331,379	320,359	1,877,085	1,187,900
	$ 20,233	$ 17,378	$ 185,631	$ 22,974
Profit on By-products	1,193	3,634	9,731	[illegible]
	$ 21,426	$ 21,012	$ 195,362	$ 20,310
Deduct - Selling Commissions	$ 4,530	$ 4,461	$ 25,843	$ 16,496
Shutdown Expenses	-	-	-	9,024
Experimental Expenses	3	-	5,589	352
	$ 4,533	$ 4,461	$ 31,432	$ 25,872
	$ 16,873	$ 16,551	$ 163,930	$ [illegible]
Less - Depreciation	3,093	3,521	19,846	8,329
NET INCOME	$ 13,780	$13,030	$ 144,084	$ [illegible]
Pounds of Copper Sold	3,500,015	3,354,208	19,701,012	12,735,818
Sales Price	10.046¢	10.069¢	10.572¢	9.508¢
Cost of Sales	9.468¢	9.551¢	9.630¢	9.327¢

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - JULY 25TH 1939

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

	Month of June 1939	Month of May 1939	Six months ended June 30, 1939	Six months ended June 30, 1938
LEAD REFINING DEPARTMENT:				
Operating Income	$ 6,000	$ 680	$ 3,317	$ 75,397
Less - Depreciation	740	828	5,428	4,547
NET INCOME	$ 5,260	$ 1,508	$ 2,111	$ 79,944
ZINC OXIDE DEPARTMENT:				
Sales of Zinc Oxide	$206,395	$193,565	$1,109,404	$616,442
Cost of Sales	187,358	174,918	1,000,655	637,626
	$ 19,037	$ 16,647	$ 108,749	$ 21,184
Less: Shutdown Expenses - Akron Plant	900	950	6,190	7,822
	$ 18,137	$ 15,697	$ 102,559	$ 29,006
Less: Depreciation and Obsolescence	3,380	3,114	26,447	10,265
NET INCOME	$ 14,757	$ 12,583	$ 76,112	$ 39,271
Pounds of Zinc Oxide Sold	3,562,155	3,281,943	18,880,592	10,876,423
Sales Price	5.794¢	5.897¢	5.876¢	5.667¢
Cost of Sales	5.260¢	5.330¢	5.300¢	6.000¢
WHITE LEAD DEPARTMENT:				
Sales of Lead Products	$120,565	$ 96,848	$ 471,577	$355,627
Cost of Sales	115,215	87,606	448,336	272,985
	$ 5,550	$ 9,242	$ 23,241	$ 17,358
Less: Depreciation	3,200	2,642	12,730	10,308
NET INCOME	$ 2,350	$ 6,600	$ 10,511	$ 27,666
Pounds of Lead Products Sold	1,563,332	1,247,013	6,161,276	5,011,630
Sales Price	7.712¢	7.644¢	7.654¢	7.096¢
Cost of Sales	7.389¢	6.914¢	7.277¢	7.442¢

ISR002467

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - JULY 25TH 1939

NET CURRENT AND OTHER ASSETS - JUNE 30TH 1939

CURRENT ASSETS:					
Supplies					$ 747,277
Metals:					
In Process					1,508,981
Finished:					
Lead	12,792,824	lbs. @	4.479¢	$ 575,106	
Copper	51,028,060	lbs. @	9.389¢	4,791,062	
Silver	2,613,658	ozs.	49.594¢	1,290,774	
Gold	30,419,382	ozs. @	$34.081	1,035,515	
By- Products				297,366	
				$8,088,823	
Less - Reserve for Freight and Refining Charges				440,339	7,647,684
Manufactured Products:					
Lead Products				$ 343,930	
Zinc Oxide - Finished				549,276	
Raritan Copper Works - Electro Sheet				20,030	913,236
Accounts Receivable:					
Trade				$ 490,201	
Zinc Oxide				173,580	
Mountain City Copper Company				370,209	
Calumet Mining Company				543,976	
Others				559,371	2,297,337
Cash					357,356
					$13,771,871
CURRENT LIABILITIES:					
Taxes				$ 93,374	
Interest				82,500	
Accounts Payable:					
Inter-company:					
Anaconda Sales Company - Current Account				2,658,472	
Anaconda Sales Company - Note Payable				5,000,000	
Anaconda Copper Mining Company - Note Payable				2,250,000	
Other				23,424	
Other Accounts Payable				1,125,694	
Wages Payable				77,955	11,333,419
BALANCE - NET CURRENT ASSETS					$ 2,038,452
OTHER ASSETS:					
Advances to sundry mining companies, including advances on ores, less reserve				$ 135,722	
Instalment House and land sales and other accounts receivable, less reserve				73,686	209,408
BALANCE - NET CURRENT AND OTHER ASSETS					$ 2,247,860

ISR002468

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - JULY 25TH 1939

SALES, DELIVERIES AND PRODUCTION - ALL DEPARTMENTS

	Month of June 1939	Six Months ended June 30, 1939	Six Months ended June 30, 1938	Percent. Increase Decrease
SMELTER PRODUCTION				
Copper - Lbs. - Tooele	3,547,290	18,617,786	10,782,921	72.6
- Miami	6,416,260	30,665,725	13,628,519	125.0
	9,963,550	49,283,511	24,411,440	101.9
Lead - Lbs. - Tooele	2,807,526	22,505,492	28,239,867	20.3
SCRAP COPPER RECEIVED AT PYRITE ANNEX				
Recoverable Contents - Lbs.	3,779,419	23,342,207	18,009,790	29.6
REFINERY PRODUCTION				
Copper - Lbs.	23,664,780	178,794,526	103,396,662	71.9
Lead - Lbs.	3,375,095	38,968,638	34,876,232	11.7
Silver - Ozs.	854,458	6,027,759	6,545,354	7.9
Gold - Ozs.	11,425	89,839	76,779	17.0
SALES				
Copper - Lbs.	4,111,297	22,407,781	17,834,568	25.7
Lead - Lbs.	7,902,452	40,180,172	35,999,755	11.6
DELIVERIES				
Copper - Lbs.	3,500,000	20,278,842	15,844,463	27.9
Lead - Lbs.	7,401,453	37,514,698	30,526,369	22.9
ZINC OXIDE				
Production - Lbs.	3,361,600	18,963,456	10,387,477	72.9
Deliveries - Lbs.	3,563,400	18,885,209	10,880,301	73.6