PLAINTIFF'S EXHIBIT

ASI-42

MOODY'S MANUAL OF INVESTMENTS

AMERICAN AND FOREIGN

INDUSTRIAL SECURITIES

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[illegible] Mar 15 1941 and annually [illegible] bonds at par [illegible] be applied to pur- [illegible] exceeding redemption [illegible] at [illegible] shall be [illegible]

SECURITY—A [illegible] deposit of United Drug Co. common stock with [illegible] Company will [illegible] change of the Trust upon [illegible] exchange of existing Trust [illegible] Trustee further pur- [illegible] or equal [illegible]

CREATION OF ADDITIONAL DEBT—So long [illegible] outstanding no sub- [illegible] Drug Co. shall create any [illegible] obligations secured [illegible] pledged and held by the [illegible] of these securities. Com- [illegible] with [illegible] other [illegible] obligations except in [illegible] entire interest in [illegible] subsidiary Provision [illegible] of existing subsidiary [illegible] and for purchase of [illegible] specific limits of purchase money [illegible]

DIVIDEND RESTRICTION—None

RIGHTS UPON DEFAULT—Interest grace [illegible] Maturity may be accelerated [illegible] of bonds

INDENTURE MODIFICATION—No provision

PREEMPTIVE RIGHTS—Offered to holders of United Drug Co. 5% [illegible] preferred stock at par, in exchange for [illegible] stock at 50 per share, and [illegible] subscription

TAX STATUS—Company has normal income [illegible] Note—No provision for any State taxes

LISTED—New York Stock Exchange

OFFERED—Units [illegible] offering by Kidder Peabody & Co., and Chase Securities Corp., New York; Shawmut Corp. of Boston and R. S. Mason & Co., Boston, in Feb. 1929

PRICE RANGE— [illegible] 1939 1938 [illegible] 56¾ 56⅞ for 5% [illegible]

CAPITAL STOCK

1. United Drug, Inc. stock; par $5:

AUTHORIZED—1,400,000 shares, issued 1,400,- [illegible] in treasury 48,924 shares, outstanding [illegible] par value per $5

Dividend Record

[illegible] Nil 1936 ... $0.75 1937 ... $0.50 [illegible] Nil

F—February; A—April 20

Note—For record of dividends paid on stock of United Drug Co. (Mass.) from 1917 to 1928, see Moody's 1939 Industrial Manual

VOTING RIGHTS—One vote per share

PREEMPTIVE RIGHTS—None

LISTED—On New York and Boston Stock Exchanges

TRANSFER AGENTS—Guaranty Trust Co. of New York, New York and State Street Trust Company, Boston

REGISTRARS—Chase National Bank, New York and National Shawmut Bank of Boston, Boston

ISSUED—To holders of Drug, Inc. stock on the basis of 4 shares of this issue together with stock of other subsidiaries segregated from Drug, Inc. for each 10 shares of Drug, Inc. (see "History")

PRICE RANGE— 1940 1939 1938
Stock [illegible] 7¼-4⅛ 7⅝-4⅜

AMERICAN RADIATOR & STANDARD SANITARY CORPORATION

CAPITAL STRUCTURE

CAPITAL STOCK

Issue	Par Value	Amount Outstanding	Earned per Sh 1940	Earned per Sh 1939	Divs per Sh 1940	Divs per Sh 1939	Call Price	Price Range 1940	Price Range 1932-40
[illegible] cumulative preferred	$100	43,964 shs	$167.54	$84.65	$7.00	$7.00	175	163 -135	170 -70
[illegible]	No par	10,043,471 shs	0.70	0.24	0.40	0.30	---	10⅜- 4⅞	18⅜- 3⅛

HISTORY

[illegible] incorporated in Delaware Mar. 26, 1929, as [illegible] to acquire American Ra- [illegible] and Standard Sanitary Manufactur- [illegible] Co. (both [illegible] American Radiator Co. and Standard Sanitary Manufacturing Co. had been incorporated in New Jersey in 1899).

Among acquisitions in 1929 were Campbell Metal Window Corp., Thos. Maddock's Sons [illegible] Co., [illegible] Manufacturing Co. (a [illegible] owned Major Radiator Corp.) in 1931 Central Supply Co., Cochran-Sargent Co. of [illegible] Heater & Manufac- [illegible]

[illegible] the two principal subsidi- [illegible] Radiator Co. and Standard [illegible] Co. were dissolved, [illegible] the business and assets of [illegible] Co., Ltd. (Canada) [illegible] A. Boiler Co., Ltd. [illegible] and since 1 Ltd. [illegible] Radiator Co. of [illegible] Ltd. [illegible] Ltd. [illegible] Ltd.

T. F. Kerin, Vice President
W. S. Whittaker, Comptroller
C. [illegible], Sec. & Asst. Treas.
H. C. Wagner, Assistant Treasurer
J. F. Kane, Assistant Treasurer
T. A. Gray, Assistant Secretary
F. G. Dorer, Assistant Comptroller

Directors

M. J. Berry, New York
C. K. Foster, Chicago
C. T. Hagan, New York
E. A. Hodges, Detroit
A. C. Hunt, Newcastle, Pa.
Theo. Inglis, Detroit
F. S. Kaulback, Pittsburgh
J. C. McKinney, Titusville, Pa.
T. F. Mueller, Pittsburgh
A. C. Neale, New York
H. M. Root, Pittsburgh
C. M. Woolley, New York

Annual Meeting: Second Wednesday in April at New York.

Number of Stockholders: Dec. 31, 1939—Preferred 729, common 52,166.

Number of Employees: Dec. 31, 1940, 19,800.

General Offices: 30 West 40th St., New York, and Westinghouse Bldg., Pittsburgh, Pa.

INCOME ACCOUNTS

Taken from reports to stockholders for prior years, from reports filed with the SEC as below.

Consolidated Income Account years ended Dec. 31

	1940	1939
Gross sales	$117,503,809	$100,195,461
Returns, disc., etc.	10,029,179	8,893,790
Inter-co. sales	74,161,928	11,281,591
Net sales	$93,310,702	$80,019,080
Cost of sales	66,737,540	58,447,362
Sell. & adm. exp.	13,061,169	11,919,885
Deprec. & deplet.	3,244,572	2,805,175
Operating profit	$ 667,251	$ 4,785,658
Misc. income	10,306	5,48
Interest received	140,345	74,965
Divs. received	100,000	100,000
Misc. income	91,742	115,592
Total income	$ 909,511	$ 4,676,215
Interest paid	381,562	446,841
Loss, fixed assets	322,960	404,938
Inc. & exp. tax	595,963	812,734
Minority interest	341,854	133,047
Balance	$ 815,955	$ 2,859,655
Extr. sales profit	533,056	853,538
Net profit	$ 349,011	$ 3,712,193
Preferred divs.	302,048	302,048
Common divs.	$ 47,388	$ 3,013,310
Surplus for year	$ 2,575	$ 396,835

From Heating & Plumbing Finance Corp.

Note No liability expected for excess profits tax in 1940.

Consolidated Earned Surplus Account, year ended Dec. 31 1940. Balance Dec. 31, 1939, $35,218,218. Less Adjustments as of Jan. 1, 1940: Revaluation of investments in subsidiary companies in Canada, Mexico and Europe, $31,166,399; provision for war contingencies, $3,000,000; earned surplus "deficit" since Jan. 1, 1939, adjusted as of Jan. 1, 1940, $14,416,140; elimination of earned surplus "deficit" as of Jan. 1, 1940, by charge to paid-in surplus as above, $14,416,140. Earned surplus Jan. 1, 1940, nil.

Consolidated Paid-in Surplus Account, year ended Dec. 31, 1940. Balance Dec. 31, 1939, $16,-590,325. Less: Elimination of earned surplus "deficit" since Jan. 1, 1939, adjusted as of Jan. 1, 1940, $14,416,140, excess of cost over stated value of 315,037 shares of common stock in treasury, $158,563; balance, $981,622. Add: Profit resulting from reduction of stated value of issued common stock, $19,591,792. Paid-in surplus Dec. 31, 1940, $20,573,414.

BALANCE SHEETS

(Taken from reports to stockholders for prior years, from reports filed with the SEC as below.)

Consolidated Balance Sheet, as of Dec. 31

Assets	1940	1939
Cash	$13,322,951	$11,058,851
Receivables, net	11,217,219	8,062,099
Inventories	24,184,207	23,784,940
Notes receivable	3,550,000	
Total current	$52,274,377	$42,905,890
Plant & equip.	81,353,529	82,519,020
Depr. & deplet.	33,446,475	30,896,382
Plant, net	48,407,054	51,622,638
Intercorp. net	479,492	638,512
Patents	28,000	32,252
Assets (cont'd)	1940	1939
Subs. inv., etc.	$40,457,605	25,734,306
Other invest.	1,240,143	1,475,604
Adv. to empl., net	577,149	402,353
Deferred recels.	1,292,405	1,387,111
Deferred charges	704,267	829,242
Total	$115,301,025	$125,028,305
Liabilities:		
Notes payable	$500,000	$720,077
Accts. pay., etc.	5,281,675	4,120,049
Fed. tax res.	2,623,736	655,143
Total current	$8,505,411	$5,545,309
Notes pay., 1942-49	6,500,000	7,500,000
Minority interest	1,155,905	1,436,165
Pensions, etc., res.	450,253	501,564
Insur. reserve	403,252	318,162
7% pfd. ($100)	4,388,100	4,388,400
Common stock	70,304,297	69,709,132
Paid-in surplus	20,573,410	15,586,325
Earned surplus	(f)3,021,575	45,249
Total	$115,301,025	$125,028,305
Net curr. assets	$43,768,963	$37,360,581

(f)Lower of cost or market.

(d)No par shares 1940, 10,043,471; 1939, 10,043,701.

(e)Since Jan. 1, 1940.

(g)After reserve 1940, $1,242,489; 1939, $1,529,628.

(h)Investments in and net advances to subsidiary companies not consolidated: Heating & Plumbing Finance Corp. at cost, $1,045,440; Canadian and Mexican companies, $2,541,003; European companies, $9,871,164; total, $12,412,168; less, reserve for war contingencies, $3,000,000; $9,412,168; total, $10,457,608.

Note As of Dec. 31 1940 investments in Canadian, Mexican and European subsidiary companies are stated at values fixed by directors as of Jan. 1, 1940 reduced by $539,033, representing dividends received during year 1940 from certain European subsidiaries but excluded from income, and by a repayment of capital. Income from foreign subsidiaries which is included in net profit in 1940 represents dollars realized from dividends paid by certain foreign subsidiaries out of earnings since Jan. 1, 1940, determined in currencies of respective countries.

Accounts certified by Arthur Young & Co.

INCOME ACCOUNTS — COMPARATIVE CONSOLIDATED INCOME ACCOUNT, YEARS ENDED DEC. 31

For 1940 income account from report to stockholders, see above)

	(f)1939	(f)1938	(f)1937	(f)1936	(f)1935	(f)1934	1933
Gross sales	$100,195,461	$109,364,448	$130,854,035	$128,532,678	$103,797,204	$81,737,999	$67,672,625
Less: Returns, allow., disc. & frt.	8,893,790	10,166,159	14,117,210	12,954,639	11,043,421	8,477,278	7,218,849
Sales to parents & subsidiaries	11,281,591	12,215,533	17,038,669	14,479,483	9,333,837	5,830,747	4,937,439
Net sales to others	80,019,080	86,982,774	119,698,155	101,138,556	83,397,946	67,479,974	55,819,337
(1)Cost of goods sold	58,447,362	62,584,208	80,295,458	66,229,517	55,558,132	43,229,504	33,371,864
(2)Depreciation & depletion	2,805,175	3,902,492	4,457,929	4,431,949	4,361,229	4,291,545	4,121,154
(3)Expense of idle plants	Not stated	598,547	505,911	314,995	778,784	1,431,974	1,195,376
(4)Selling, general & adm. expenses	14,027,427	16,549,382	20,493,756	17,689,959	13,593,777	14,296,431	13,718,074
Provision for doubtful accounts	150,536	306,182	370,482	378,207	625,564	894,049	Not stated
Bus. & security sales, bonds etc.	4,029						
Operating profit	4,143,551	2,991,952	13,604,623	12,073,929	6,480,660	3,332,451	1,412,869
(5)Dividends received	144,715	230,431	197,403	81,094	465,960	1,432,037	
Interest on securities earned	20,653	24,000	43,062	44,353	48,612)	296,359	430,836
Int. rec'd. from dep., loans, etc.	54,122	83,193	262,294	210,617	303,399)		
Rentals	57,409	132,552	120,427	114,530	125,135	164,976)	348,437
Miscellaneous other income	13,869	71,854	27,401	104,773	35,487	187,836)	
(6)Excess reserves restor. to inc.				375,000			
Total income	4,434,109	3,534,582	14,055,214	13,013,904	7,479,253	5,413,759	2,192,142
Prov. exch. losses on curr. oper.		893,707	323,379				
Interest on funded debt	420,636	452,937	504,000	522,000	540,000	558,000)	
Amort. of debt disc. & expense	31,699	32,904	32,904	32,904	35,592	32,904)	847,975
Other interest	14,475	295,649	291,776	173,159	181,760	176,231)	
Reserve for misc. investments		109,115	5,837	19,043	71,098	106,196	
Miscell. inc. us. other deductions	494,035-	15,635	233,803	$52,830	191,227	131,310	214,585
Balance	3,562,330	1,785,616	12,663,715	11,913,968	6,479,556	4,409,118	1,129,574
Res. for inv. in Spanish company				250,000			
(7)Prov. for frgn. exchange valuation				650,000			
Reserve for losses in closed banks			1,000,000		800,000	500,000	375,000
Min. stk. interest	341,047	304,045	318,864	325,685	493,391	318,275	235,665
Balance	3,221,283	1,481,571	11,344,851	10,688,284	5,186,164	3,590,842	518,909
Prov. for inc. before inc. & exc. tax	1,221,283	1,481,571	11,344,851	3,325,344	2,597,304	2,135,615	1,546,180
Prov. for foreign excl. taxes		1,201,296					
Surplus applied to capital profits			29,209	18,427			
Net inc. before inc. & foreign exc. taxes	d 1,221,283	d 2,682,867	11,315,642	7,344,513	2,588,877	1,455,227	d 1,027,271
Net income	d 1,221,283	d 2,682,867	11,315,642	7,344,513	2,588,877	1,455,227	d 1,027,271
Earned surplus beginning of year	d 32,155,495	d 32,998,905	a 35,030,633	d 37,494,445	d 38,615,298	d 37,130,186	
Other surplus credits	53,178.09						
Deduct: Div. Subs.		335,048	335,048	335,048	335,048	334,378	334,152
Other charges	2,011,226	1,506,743	6,027,052	4,518,539			123,687
Capital surplus debit	1,022,229	4,330,203		538,200			
Earned surplus end of year	$ 37,351	d $41,353,867	d $ 31,016,465	d $32,998,905	d $35,020,633	d $37,494,445	d $38,615,296
SUPPLEMENTARY P. & L. DATA							
Maintenance & repairs	$1,505,315	$2,020,864	$3,091,254	$3,002,929	$2,709,735	$2,067,337	Not stated
Depreciation, depl. & amortization	3,471,661	4,085,013	4,881,982	4,654,445	4,637,859	4,291,545	
Taxes other than income	2,533,019	3,384,577	3,727,106	2,335,065	1,643,160	1,405,236	
Rents	566,335	473,084	544,104	377,252	385,385)	434,310	
Royalties	167,310	145,187	228,615	202,760	119,803)		