

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - JANUARY 28TH 1941

ESTIMATED NET INCOME

	Month of December 1940	Month of November 1940	Twelve Mos. ended Dec. 31, 1940	Twelve M. ended Dec. 31, 1939
Smelting Department	\$ 48,773	\$ 8,521	\$ 652,540	\$ 457,330
Raritan Copper Works:				
Refining Department	213,914	188,071	2,127,035	1,468,330
Secondary Department	13,004	1,347	135,903	345,120
Lead Refining Department	20,000	2,554	201,383	71,100
Zinc Oxide Department	21,205	20,474	53,018	159,400
White Lead Department	9,268	6,371	41,465	57,700
Miscellaneous Income	2,817	2,817	28,524	37,500
Total	\$286,611	\$174,313	\$3,239,868	\$2,428,120
*Add - Dividend - Mountain City Copper Company	182,867	182,867	365,734	219,440
	<u>\$469,478</u>	<u>\$357,180</u>	<u>\$3,605,602</u>	<u>\$2,647,560</u>
<u>DEDUCT:</u>				
Administrative Expenses	\$ 5,000	\$ 4,507	\$ 65,826	\$ 60,000
Miscellaneous Taxes	-	-	6,437	5,400
Capital Stock Tax	1,042	1,042	12,650	9,700
Interest -				
Six Percent.	40,000	40,000	480,000	480,000
Anaconda Copper Mining Company	13,021	13,021	127,229	112,500
Anaconda Sales Company	-	-	51,389	158,330
	<u>\$ 59,063</u>	<u>\$ 58,570</u>	<u>\$ 743,531</u>	<u>\$ 826,030</u>
	\$410,415	\$298,610	\$2,862,071	\$1,821,530
Less - Depreciation and Obsolescence	72,033	58,808	896,081	794,600
	<u>\$338,382</u>	<u>\$239,802</u>	<u>\$1,965,990</u>	<u>\$1,026,930</u>
Less - Federal Income Tax	43,900	20,200	270,600	130,000
<u>NET INCOME</u>	<u>\$294,482</u>	<u>\$219,602</u>	<u>\$1,695,390</u>	<u>\$ 896,900</u>
Add - Net Income of Subsidiary Companies	-	-	2,309	-
<u>CONSOLIDATED NET INCOME</u>	<u>\$293,927</u>	<u>\$219,057</u>	<u>\$1,692,881</u>	<u>\$ 896,900</u>

*Dividend on 1,462,934 shares - 25¢ per share
declared Nov. 19, 1940, payable Dec. 20, 1940:

One-half accrued in month of November	\$182,867
One-half accrued in month of December	182,867
	<u>\$365,734</u>

CONSOLIDATED SURPLUS ACCOUNT

<u>BALANCE</u> - January 1, 1940		
<u>ADD</u> - Net Income - Twelve Months ended December 31, 1940		1,692,881
Less - Write-off of Investments in the following:		\$ 62,933
Pelleyre Mining and Milling Company	\$ 365,968	
Rico Concentrator (Rico, Colorado)	161,512	527,480
<u>BALANCE</u> - DECEMBER 31, 1940		<u>\$ 94,458</u>

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