

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - MARCH 26TH 1940

ESTIMATED NET INCOME

	Month of February 1940	Month of January 1940	Two Months ended Feb. 29th 1940	Two Months ended Feb. 29th 1939
Smelting Department	\$ 50,475	\$ 77,621	\$128,096	\$ 42,287
Marion Copper Works - Refinery Dept.	212,362	209,609	421,971	179,462
- Secondary Dept.	31,171	15,123	46,294	59,253
Lead Refining Department		14,324	14,324	
Mine Oxide Department		3,268		26,661
White Lead Department				
T o t a l	\$281,545	\$313,618	\$595,163	\$350,659
Add - Miscellaneous Income	2,465	2,465	4,930	6,443
	<u>\$284,010</u>	<u>\$316,083</u>	<u>\$600,093</u>	<u>\$357,102</u>
D I D U C T:				
Administrative Expenses	\$ 4,500	\$ 7,636	\$ 12,136	\$ 13,104
Capital Stock Tax	892	892	1,784	1,274
Interest -				
Six Percent. Debentures	40,000	40,000	80,000	80,000
Anacosta Copper Mining Company	7,375	7,375	14,750	10,750
Anacosta Sales Company	6,250	6,250	12,500	29,167
	<u>\$ 61,017</u>	<u>\$ 64,153</u>	<u>\$125,170</u>	<u>\$142,295</u>
	\$422,993	\$251,930	\$474,923	\$214,807
Less - Depreciation	66,922	66,480	133,402	93,357
	\$156,071	\$185,450	\$341,521	\$121,450
Less - Federal Income Tax	29,700	35,200	64,900	23,100
NET INCOME	\$126,371	\$150,250	\$276,621	\$79,250
Add - Net Income of Subsidiary Companies				
CONSOLIDATED NET INCOME	\$126,340	\$150,219	\$276,559	\$79,949

CONSOLIDATED SURPLUS ACCOUNT

<u>BALANCE</u> - January 1, 1940	\$ 1,111,112
<u>ADD</u> - Net Income - Two Months ended February 29th 1940	276,559
<u>BALANCE</u> - FEBRUARY 29TH 1940	<u>\$ 1,387,671</u>

PNYC 00011615

INTERNATIONAL MINTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTOR'S MEETING - MARCH 26TH 1940
ESTIMATED NET INCOME - SMALTING DEPARTMENT

	<u>Month of</u> <u>February</u> <u>1940</u>	<u>Month of</u> <u>January</u> <u>1940</u>	<u>Two months</u> <u>ended Feb.</u> <u>29th 1940</u>	<u>Two months</u> <u>ended Feb.</u> <u>29th 1939</u>
Tooele Lead Plant	\$ 16,400	\$ 17,428	\$ 33,828	\$ 30,711
Tooele Copper Plant	8,500	7,850	16,350	35,251
Tooele Sulphide Concentrator	1,070	17,658	18,728	1,740
Ophir Mill Plant	26,855	34,777	61,632	32,728
Miami Plant	<u>5,000</u>	<u>6,700</u>	<u>11,700</u>	<u>6,537</u>
	<u>\$ 57,825</u>	<u>\$ 84,413</u>	<u>\$142,238</u>	<u>\$ 87,266</u>
Deduct -				
Tramway Operations	\$ 400	\$ 400	\$ 800	\$ 2,800
Outside Exploration	3,600	3,633	7,233	5,978
Selling Commission	2,100	1,187	3,287	1,987
Shutdown Expenses -				
Tooele Sulphide Concentrator	-	-	-	1,308
Tooele Oxide Concentrator	650	640	1,290	1,628
Rico Plant	<u>600</u>	<u>932</u>	<u>1,532</u>	<u>1,277</u>
	<u>\$ 7,350</u>	<u>\$ 6,792</u>	<u>\$ 14,142</u>	<u>\$ 14,978</u>
	<u>\$ 50,475</u>	<u>\$ 77,621</u>	<u>\$128,096</u>	<u>\$ 102,281</u>
Less: Depreciation	<u>25,188</u>	<u>22,553</u>	<u>47,741</u>	<u>35,321</u>
<u>NET INCOME</u>	<u>\$ 25,287</u>	<u>\$ 55,068</u>	<u>\$ 30,353</u>	<u>\$ 4,974</u>

PNYC 00011616

INTERNATIONAL SHELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTOR'S MEETING - MARCH 26TH 1940
ESTIMATED NET INCOME - OTHER MILL OPERATIONS

	<u>Month of</u> <u>February</u> <u>1940</u>	<u>Month of</u> <u>January</u> <u>1940</u>	<u>Two Months</u> <u>ended Feb.</u> <u>29th 1940</u>	<u>Two Months</u> <u>ended Feb.</u> <u>28th 1939</u>
Concentrator Sales	\$ 52,314	\$ 59,483	\$111,797	\$ 80,800
Cost of Sales	<u>25,459</u>	<u>24,704</u>	<u>50,163</u>	<u>29,072</u>
Operating Profit	\$ 26,855	\$ 34,777	\$ 61,634	\$ 51,728
Depreciation	<u>9,000</u>	<u>8,992</u>	<u>17,992</u>	<u>18,000</u>
<u>NET INCOME</u>	<u>\$ 17,855</u>	<u>\$ 25,785</u>	<u>\$ 43,642</u>	<u>\$ 33,728</u>

Note: Investment of International Shelling and Refining Company in the above plant at February 29th 1940 amounted to \$191,350 (Depreciated Value - \$69,042).

PNYC 00011617

INTERNATIONAL SOLTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - MARCH 16TH 1940
ESTIMATED NET INCOME - RARITAN COPPER WORKS

	Month of February 1940	Month of January 1940	Two Months ended Feb. 29th 1940	Two Months ended Feb. 29th 1939
<u>PRIMARY OPERATIONS:</u>				
Profit on Tolls	\$101,952	\$116,078	\$218,030	\$148,631
Profit on Premiums	59,741	79,761	179,702	39,898
Profit on Sales	3,722	2,705	6,627	2,770
Electro Sheet Department		199		4,511
	\$204,642	\$198,942	\$403,584	\$192,310
Add - Miscellaneous Earnings	8,720	12,124	20,844	30,406
	\$213,362	\$211,066	\$424,428	\$222,716
Deduct - General Expenses	1,666	1,857	2,857	3,254
	\$212,364	\$209,209	\$421,571	\$219,462
Loss - Depreciation	31,611	3,079	64,690	42,471
<u>NET INCOME</u>	<u>\$181,351</u>	<u>\$206,130</u>	<u>\$356,881</u>	<u>\$176,991</u>
<u>SECONDARY MATERIAL DEPARTMENT:</u>				
Proceeds of Copper Deliveries	\$488,476	\$422,917	\$911,393	\$744,396
Value of Copper Deliveries	486,457	421,137	903,594	717,166
Copper Profit	\$ 2,019	\$ 1,780	\$ 7,799	\$ 27,230
Operating Profit	25,152	13,343	39,453	67,623
	\$ 31,171	\$ 15,123	\$ 46,294	\$ 97,253
Loss - Depreciation	2,846	2,757	5,603	6,596
<u>NET INCOME</u>	<u>\$ 28,325</u>	<u>\$ 12,366</u>	<u>\$ 40,691</u>	<u>\$ 90,657</u>
Pounds of Copper Delivered	4,000,847	3,491,241	7,492,088	6,307,829
Profit per pound	.150¢	.051¢	.104¢	.176¢
Pounds of Copper Produced	5,512,329	5,362,061	11,074,390	10,225,189
Operating Profit per pound	.456¢	.240¢	.348¢	.682¢

PNYC 00011618

INTERNATIONAL METALIC AND METALIC COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - MARCH 26TH 1940

EXTENDED NET INCOME - LEAD REFINING, ZINC OXIDE AND WHITE LEAD PRODUCTS

	Month of February 1940	Month of January 1940	Two months ended Feb. 29th 1940	Two months ended Feb. 29th 1939
<u>LEAD REFINING OPERATIONS:</u>				
Operating Income	\$ -	\$ 14,324	\$ 14,324	\$ -
Less: Depreciation	<u>4,300</u>	<u>4,355</u>	<u>8,655</u>	<u>1,718</u>
<u>NET INCOME</u>	<u>\$ -</u>	<u>\$ 9,969</u>	<u>\$ 5,669</u>	<u>\$ -</u>
<u>ZINC OXIDE OPERATIONS:</u>				
Sales of Zinc Oxide	\$142,617	\$140,191	\$282,808	\$319,965
Cost of Sales	<u>147,987</u>	<u>135,473</u>	<u>283,460</u>	<u>291,267</u>
Less: Shutdown Expenses - Akron Plant	<u>400</u>	<u>450</u>	<u>850</u>	<u>2,327</u>
Less: Depreciation and Obsolescence	<u>3,270</u>	<u>2,268</u>	<u>5,538</u>	<u>5,129</u>
<u>NET INCOME</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 40,932</u>
Pounds of Zinc Oxide Sold	2,588,960	2,336,205	4,777,165	5,403,459
Sales Price	5.970¢	5.870¢	5.920¢	5.921
Cost of Sales	6.195¢	5.715¢	5.955¢	5.396
<u>WHITE LEAD OPERATIONS:</u>				
Sales of Lead Products	\$ 50,214	\$ 54,322	\$104,536	\$ 76,853
Cost of Sales	<u>53,907</u>	<u>60,249</u>	<u>114,156</u>	<u>79,652</u>
Less: Depreciation	<u>1,307</u>	<u>1,406</u>	<u>2,713</u>	<u>2,135</u>
<u>NET INCOME</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Pounds of Lead Products Sold	633,686	703,190	1,336,876	1,032,428
Sales Price	7.925¢	7.725¢	7.819¢	7.444
Cost of Sales	8.507¢	8.737¢	8.539¢	7.715

PNYC 00011619

INTERNATIONAL MINING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - MARCH 28TH 1940
NET CURRENT AND OTHER ASSETS - FEBRUARY 28TH 1940

<u>CURRENT ASSETS:</u>				
Supplies				\$ 810,604
Metals:				
In process				1,179,780
Finished:				
Lead	18,753,897 lbs. "	4.675¢	\$ 876,676	
Copper	45,129,969 lbs. "	10.184¢	4,595,966	
Silver	2,542,658 ozs. "	51.891¢	1,317,410	
Gold	25,252 ozs. "	\$54.844	879,951	
By-products			427,393	
			<u>88,479,376</u>	
Reserve for Freight and Refining Charges			607,752	7,031,644
<u>Manufactured Products:</u>				
Lead Products			\$ 504,303	
Zinc Oxide Finished			484,000	
Refined Copper Bars - Electro Sheet			<u>30,531</u>	528,394
<u>Accounts Receivable:</u>				
Amescon Sales Company - Current Account			\$ 335,947	
Tolls			882,295	
Zinc Oxide			142,096	
Mountains City Copper Company			81,617	
Walter Mining Company			576,794	
Other Accounts Receivable			<u>333,314</u>	2,352,063
Cash				235,276
				<u>\$13,007,761</u>
<u>CURRENT LIABILITIES:</u>				
Taxes			\$ 255,957	
Interest			135,474	
Accounts Payable:				
Inter-company:				
Amescon Sales Company - Note Payable			5,000,000	
Amescon Copper Mining Company - Note Payable			2,250,000	
Other			37,788	
Other Accounts Payable			1,427,316	
Notes Payable			<u>105,994</u>	9,214,429
				<u>\$ 3,793,332</u>
<u>BALANCE - NET CURRENT ASSETS</u>				
<u>OTHER ASSETS:</u>				
Advances to country mining companies, including advances on ores, less reserve			\$ 105,418	
Installment house and land sales and other accounts receivable, less reserve			<u>65,773</u>	169,391
				<u>\$ 3,962,523</u>
<u>BALANCE - NET CURRENT AND OTHER ASSETS</u>				
				<u>\$ 3,962,523</u>

PNYC 00011620

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTOR'S OFFICE - MARCH 26TH 1940
SALES, DELIVERY AND PRODUCTION - ALL DEPARTMENTS

	<u>Month of</u> <u>February</u> <u>1940</u>	<u>Two Months</u> <u>ended Feb.</u> <u>29th 1940</u>	<u>Two Months</u> <u>ended Feb.</u> <u>28th 1939</u>	<u>Percent</u> <u>Increase</u>
<u>FACILITY PRODUCTION</u>				
Copper - lbs. - Toledo	3,376,906	6,804,001	5,912,755	15.1
- Miami	2,554,186	9,252,344	9,779,443	..
	<u>5,931,092</u>	<u>16,056,345</u>	<u>15,692,198</u>	2.3
Lead - lbs. - Toledo	6,651,480	13,425,370	9,021,225	48.8
<u>SCRAP COPPER RECEIVED AT</u> <u>PLANT ALBANY</u>				
Recoverable Contents - lbs.	4,916,392	10,960,640	7,152,096	53.3
<u>REFINERY PRODUCTION</u>				
Copper - lbs.	50,305,661	101,136,921	60,499,998	67.2
Lead - lbs.	8,727,792	18,516,352	12,566,533	47.3
Silver - oss.	1,430,427	2,688,684	2,175,035	23.6
Gold - oss.	25,559	51,172	34,699	47.5
<u>SALES</u>				
Copper - lbs.	9,500,947	9,561,188	5,644,402	69.4
Lead - lbs.	12,593,629	15,652,542	12,601,436	24.2
<u>DELIVERY</u>				
Copper - lbs.	4,000,847	7,892,088	6,817,601	15.8
Lead - lbs.	5,246,963	8,554,628	6,733,401	..
<u>ING ORES</u>				
Production - lbs.	3,844,800	6,719,600	5,350,678	25.6
Delivered - lbs.	2,389,600	4,777,808	3,404,227	..

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