INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - MAY 28TH 1940

ESTIMATED NET INCOME

	Month of April 1940	Month of March 1940	Four Mos. ended Apr. 30, 1940	Four Mos. ended Apr. 30, 1939
Smelting Department	$ 39,530	$ 99,632	$275,066	$ 85,702
Raritan Copper Works:				
Refinery Department	182,152	156,085	759,638	397,993
Secondary Department	3,866	1,754	51,915	140,163
Lead Refining Department	5,000	17,070	51,116	[illegible]
Zinc Oxide Department	4,441	8,201	5,413	69,414
White Lead Department	227	[illegible]	[illegible]	9,633
Total	$227,730	$279,433	$1,132,636	$ 694,587
Add - Miscellaneous Income	2,659	2,659	7,402	13,783
	$230,389	$282,092	$1,140,038	$ 708,370
DEDUCT:				
Administrative Expenses	$ 5,500	$ 5,552	$ 22,425	$ 21,212
Miscellaneous Taxes	-	363	363	789
Capital Stock Tax	892	892	3,568	3,568
Silver affidavit adjustment	-	-	-	31,372
Interest -				
Six Percent. Debentures	40,000	40,000	160,000	160,000
Anaconda Copper Mining Company	9,375	9,375	37,500	37,500
Anaconda Sales Company	6,250	6,250	25,000	58,334
	$ 62,017	$ 62,432	$ 248,856	$ 312,773
	$168,372	$219,660	$ 891,182	$ 395,597
Less - Depreciation	76,277	78,061	295,814	434,202
	$ 92,095	$141,599	$ 597,368	$ 161,395
Less - Federal Income Tax	17,500	26,900	113,500	36,600
NET INCOME	$ 74,595	$114,699	$ 483,868	$ 124,795
Add - Net Income of Subsidiary Companies	[illegible]	[illegible]	[illegible]	[illegible]
CONSOLIDATED NET INCOME	$ 74,585	$114,689	$ 483,443	$ 124,677

CONSOLIDATED SURPLUS ACCOUNT

BALANCE - January 1, 1940	$ [illegible]
ADD - Net Income - Four Months ended April 30, 1940	483,443
BALANCE - APRIL 30, 1940	$ [illegible]

N13676

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - MAY 28TH 1940

ESTIMATED NET INCOME - MINING DEPARTMENT

	Month of April 1940	Month of March 1940	Four Mos. ended Apr. 30th 1940	Four Mos. ended Apr. 30th 1939
Tooele Lead Plant	[illegible]	$ 16,776	$ 38,165	[illegible]
Tooele Copper Plant	9,916	30,629	69,375	53,981
Tooele Sulphide Concentrator	17,262	18,751	51,619	11,064
Ophir Mill Plant	21,053	24,691	107,236	49,384
Miami Plant	12,000	19,685	38,585	8,537
	$ 49,465	$108,532	$304,980	$110,605
Deduct -				
Tramway Operations	$ 350	$ 350	$ 1,375	$ 3,730
Outside Exploration	3,400	3,500	15,187	8,878
Selling Commissions	5,135	4,000	10,725	7,990
Shutdown Expenses:				
Tooele Oxide Concentrator	650	650	2,937	2,428
Mico Plant	600	600	2,590	1,877
	$ 9,935	$ 8,900	$ 27,914	$ 24,903
	$ 39,530	$ 99,632	$275,066	$ 85,702
Less - Depreciation	34,049	28,814	117,429	102,515
NET INCOME	$ 5,481	$ 70,818	$157,637	$ [illegible]

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - MAY 28TH 1940

ESTIMATED NET INCOME - MAIN HILL OPERATIONS

	Month of April 1940	Month of March 1940	Four Months ended April 30th 1940	Four Months ended April 30th 1939
Concentrator Sales	$ 45,997	$ 57,840	$207,794	$174,123
Cost of Sales	24,944	33,149	100,559	124,739
Operating Profit	$ 21,053	$ 24,691	$107,235	$ 49,384
Depreciation	8,700	8,700	35,635	14,663
NET INCOME	$ 12,353	$ 15,991	$ 71,600	$ 34,721

Note: Investment of International Smelting and Refining Company in the above plant at April 30th 1940 amounted to $191,350 (Depreciated Value - $51,445).

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - MAY 28TH 1940

ESTIMATED NET INCOME - RARITAN COPPER WORKS

	Month of April 1940	Month of March 1940	Four Months ended April 30th 1940	Four Months ended April 30th 1939
REFINERY DEPARTMENT:				
Profit on Tolls	$113,577	$ 90,090	$ 421,273	$ 284,364
Profit on Premiums	30,968	54,179	284,848	88,403
Profit on Sales	4,940	6,625	18,192	5,756
Electro Sheet Department	[illegible]	[illegible]	[illegible]	6,238
	$169,163	$149,515	$ 721,836	$ 384,741
Add - Miscellaneous Earnings	13,989	7,645	42,625	21,695
	$183,152	$157,160	$ 764,461	$ 406,436
Deduct - General Expenses	$ 1,000	$ 1,075	$ 4,823	$ 5,333
- Experimental Expenses	-	-	-	3,110
	$ 1,000	$ 1,075	$ 4,823	$ 8,443
	$182,152	$156,085	$ 759,638	$ 397,993
Less - Depreciation	31,772	38,600	134,462	88,081
NET INCOME	$150,380	$117,485	625,176	$ 309,912
REFINERY METAL DEPARTMENT:				
Proceeds of Copper Deliveries	$613,181	$476,412	$2,000,986	$1,377,309
Value of Copper Deliveries	626,545	484,308	2,014,447	1,377,979
Copper Profit	$ [illegible]	$ [illegible]	$ [illegible]	$ 670
Operating Profit	17,230	9,630	65,376	140,833
	$ 3,866	$ 1,754	$ 51,715	$ 140,163
Less - Depreciation	3,043	2,826	11,474	13,232
NET INCOME	$ 823	$ 1,[illegible]	$ 40,441	$ 126,931
Pounds of Copper Delivered	5,150,123	4,000,084	16,048,295	12,846,795
Profit per pound	.459¢	.277¢	[illegible]	.005¢
Pounds of Copper Produced	4,546,507	4,265,112	19,886,009	18,639,580
Operating Profit per pound	.379¢	.226¢	.329¢	.756¢

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - MAY 28TH 1940

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

	Month of April 1940	Month of March 1940	Four Mos. ended Apr. 30th 1940	Four Mos. ended Apr. 30th 1939
LEAD REFINING DEPARTMENT:				
Operating Income	$ 5,000	$ 17,070	$ 51,116	$ [illegible]
Less - Depreciation	3,000	4,079	15,474	3,572
NET INCOME	$ 2,000	$ 12,991	$ 35,642	$ [illegible]
ZINC OXIDE DEPARTMENT:				
Sales of Zinc Oxide	$172,164	$163,026	$617,845	$710,845
Cost of Sales	174,055	154,475	611,600	638,013
	$ [illegible]	$ 8,551	$ 6,245	$ 72,832
Less - Shutdown Expenses - Akron Plant	330	350	832	3,418
	$ [illegible]	$ 8,201	$ 5,413	$ 69,414
Less - Depreciation and Obsolescence	2,760	2,620	7,917	19,953
NET INCOME	$ [illegible]	$ 5,581	$ [illegible]	$ 49,461
Pounds of Zinc Oxide Sold	2,904,890	2,757,945	10,459,855	12,036,494
Sales Price	5.926¢	5.911¢	5.918¢	5.905¢
Cost of Sales	5.992¢	5.601¢	5.850¢	5.300¢
WHITE LEAD DEPARTMENT:				
Sales of Lead Products	$ 61,894	$ 41,173	$207,604	$254,163
Cost of Sales	62,491	44,484	218,116	244,530
	$ 597	$ [illegible]	$ [illegible]	$ 9,633
Less - Depreciation	1,653	1,122	5,543	6,849
NET INCOME	$ [illegible]	$ [illegible]	$ [illegible]	$ 2,784
Pounds of Lead Products Sold	793,755	533,711	2,664,323	3,330,930
Sales Price	7.798¢	7.714¢	7.792¢	7.630¢
Cost of Sales	7.873¢	8.334¢	8.187¢	7.341¢

ISR002390

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - MAY 28TH 1940

NET CURRENT AND OTHER ASSETS - APRIL 30TH 1940

CURRENT ASSETS:				
Supplies				$ 813,627
Metals:				
In Process				1,338,107
Finished:				
Lead	12,766,200 lbs.	4.864¢	$ 620,980	
Copper	43,125,600 lbs.	9.811¢	4,231,424	
Silver	2,363,739 ozs.	53,147¢	1,256,279	
Gold	24,364 ozs.	$34.04	829,125	
By-Products			394,532	
			$7,332,540	
Reserve for Freight and Refining Charges			426,037	6,906,303
Manufactured Products:				
Lead Products			$ 360,414	
Zinc Oxide - Finished			485,000	
Raritan Copper Works - Electro Sheet			22,577	867,991
Accounts Receivable:				
Anaconda Sales Company - Current Account			$1,079,332	
Tolls			784,844	
Zinc Oxide			180,870	
Mountain City Copper Company			74,423	
Walker Mining Company			634,208	
Others			351,453	3,105,130
Cash				485,998
				$13,517,156
CURRENT LIABILITIES:				
Taxes			$ 353,883	
Interest			246,724	
Accounts Payable:				
Inter-company:				
Anaconda Sales Company - Note Payable			5,000,000	
Anaconda Copper Mining Company - Note Payable			2,250,000	
Other			16,604	
Other Accounts Payable			1,502,005	
Wages Payable			82,442	9,451,718
BALANCE - NET CURRENT ASSETS				$ 4,065,438
OTHER ASSETS:				
Advances to sundry mining companies, including advances on ores, less reserve			$ 84,905	
Instalment house and land sales and other accounts receivable, less reserve			57,697	142,602
BALANCE - NET CURRENT AND OTHER ASSETS				$ 4,208,040

ISR002391

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - MAY 28TH 1940

SALES, DELIVERIES AND PRODUCTION - ALL DEPARTMENTS

	Month of April 1940	Four Months ended April 30th 1940	Four Months ended April 30th 1939	Percent. Increase
SMELTER PRODUCTION				
Copper - lbs. - Tooele	4,151,386	14,650,822	11,572,212	26.6
- Miami	7,133,839	20,512,751	19,019,872	7.8
	11,285,225	35,163,573	30,592,084	14.9
Lead - lbs. - Tooele	2,743,358	21,101,344	17,113,798	23.3
SCRAP COPPER RECEIVED AT SMITH AGENCY				
Recoverable contents - lbs.	4,209,284	18,670,199	15,477,170	20.6
REFINERY PRODUCTION				
Copper - lbs.	38,294,352	181,139,875	124,018,929	46.0
Lead - lbs.	6,749,552	34,200,272	27,515,747	24.4
Silver - ozs.	1,490,105	5,538,579	4,290,048	29.1
Gold - ozs.	21,587	95,546	66,093	44.6
SALES				
Copper - lbs.	3,005,231	16,043,695	13,227,607	21.3
Lead - lbs.	5,520,856	24,295,060	25,298,300	[illegible]
DELIVERIES				
Copper - lbs.	5,711,123	17,729,587	12,859,965	37.8
Lead - lbs.	8,682,567	23,555,628	22,749,897	3.5
ZINC OXIDE				
Production - lbs.	2,353,508	11,545,286	12,169,178	[illegible]
Deliveries - lbs.	2,905,147	10,440,724	12,058,068	[illegible]

ISR002392