CORPORATE CHANGES

During the calendar year 1936 certain wholly owned subsidiaries were dissolved and their assets transferred to Anaconda Copper Mining Company or other subsidiaries.

Anaconda Lead Products Company

On January 1st 1936 Anaconda Copper Mining Company owned 12,150 shares of the stock of Anaconda Lead Products Company amounting to 89.011% of the stock issued, and on June 9th 1936 the entire minority interest of 1,500 shares was acquired. On August 31st 1936 the par value of the capital stock was reduced from $100 per share to $50 per share, a reduction of $682,500 in par value of capital stock, resulting in a credit to surplus of a like amount. On October 1st 1936 Anaconda Copper Mining Company sold 13,650 shares of Anaconda Lead Products Company stock (the total outstanding) to the International Smelting and Refining Company in exchange for 13,500 shares of the capital stock of that company, and on October 31st 1936 Anaconda Lead Products Company was dissolved and its assets transferred to International Smelting and Refining Company. These transactions resulted in a charge to consolidated surplus of $73,311.49, as shown on page 90.

Andes Exploration Company (Delaware)

This company was dissolved on October 7th 1936 and the net assets consisting of 519,318 shares of Andes Copper Mining Company stock were transferred to Anaconda Copper Mining Company. This dissolution had no effect on consolidated surplus but was reflected in the surplus shown on the Balance Sheet consolidating Anaconda Copper Mining Company and its 100% owned subsidiaries (pages 26, 31 and 109).

Butte Electric Railway Company

This company transferred its assets as of June 30th 1936 to Anaconda Copper Mining Company, Street Railway Department, and was dissolved November 30th 1936. No adjustment to consolidated surplus was required as a result of this dissolution, but a charge to surplus of Anaconda Copper Mining Company was required to reflect accumulated deficits already included in the consolidated accounts (pages 27, 32 and 109).

Mountain Trading Company

The entire outstanding capital stock of this company was transferred by Anaconda Copper Mining Company to Diamond Coal and Coke Company on October 30th 1936. On December 29th 1936 Mountain Trading Company was dissolved and its