EARNINGS CALCULATION

	261,000#/Yr.				750,000#/Yr.			
			Edge Moor				Edge Moor	
MILL COSTS	Newport	Newark	Filter Press	Rotary Vacuum	Newport	Newark	Filter Press	Rotary Vacuum
Hydrolysate	47.77	83.97	49.70	47.41	37.00	54.17	37.64	36.49
Calcination	25.02	25.02	25.02	25.02	20.73	20.73	20.73	20.73
MK & Classification	10.00	10.00	10.00	10.00	8.00	8.00	8.00	8.00
Standard. & Ship.	5.69	5.69	5.69	5.69	5.69	5.69	5.69	5.69
Freight on Sales	2.24	2.24	2.24	2.24	2.24	2.24	2.24	2.24
Sales Expenses	26.10	26.10	26.10	26.10	26.10	26.10	26.10	26.10
	116.82	153.02	118.75	116.46	99.76	116.93	100.40	99.25
Annual Mill Cost($MM)	304,900	399.388	309,938	303,961	748,200	876,975	753,000	744,375
Selling Price #/cwt.	225.00	225.00	225.00	225.00	225.00	225.00	225.00	225.00
Annual Sales	587,250	587,250	587,250	587,250	1,687,500	1,687,500	1,687,500	1,687,500
Operative Earnings	282,350	187,862	277,312	283,289	939,300	810,525	934,500	943,125
All other Exp. (8.9%)	25,129	16,720	24,681	25,213	83,598	72,137	83,171	83,938
Gross Earnings	257,221	171,142	252,631	258,076	955,702	838,288	951,329	959,187
Fed. Tax	133,755	88,994	131,368	134,200	496,965	435,910	494,691	498,777
Net Earnings	123,466	82,148	121,263	123,876	458,737	402,378	456,638	460,410
Investment								
Off Plant Allocation	27,700	75,100	31,600	28,800	31,200	82,000	38,700	36,000
Hydro new	98,000	500,000	140,000	120,000	98,000	500,000	140,000	120,000
Hydro no allocation	26,500		17,200	17,200	26,500		39,500	39,500
Calcination	20,000	20,000	20,000	20,000	50,700	50,700	50,700	50,700
Classification	46,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000
Warehouse &	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Working Capital	119,400	145,000	120,600	119,000	308,500	344,800	309,800	307,700
	347,600	786,100	385,400	361,000	570,900	1,033,500	634,700	609,900
% Return	35.5	10.5	31.5	34.3	80.3	38.9	71.9	75.6

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