

STATEMENT FOR DECEMBER 31, 1942 - MARCH 31, 1942

STATEMENT OF INCOME

	Month of February 1942	Month of January 1942	Two months ended Feb. 28, 1942	Two months ended Feb. 28, 1941
Smelting Department	\$ 35,135	\$ 50,045	\$ 85,180	\$ 84,403
Marion Copper Works	49,508	131,529	181,037	396,420
Lead Refining Department	10,973	15,853	26,826	29,124
Blue Gold Department	-	5,422	-	-
White Gold Department	8,734	13,256	21,990	-
Miscellaneous Income	2,767	2,567	5,334	4,733
	<u>\$106,206</u>	<u>\$218,972</u>	<u>\$319,178</u>	<u>\$415,645</u>
Expenses:				
Administrative Expenses	\$ 6,000	\$ 5,768	\$ 11,768	\$ 11,725
Capital Stock Tax	1,875	1,875	3,750	3,334
Interest	-	-	-	-
Operating Expenses	40,000	40,000	80,000	80,000
Income Tax	9,740	9,740	19,480	26,342
	<u>\$ 57,615</u>	<u>\$ 57,383</u>	<u>\$114,998</u>	<u>\$121,391</u>
	\$ 48,591	\$101,589	\$204,130	\$292,744
Less - Depreciation and Amortization	<u>45,387</u>	<u>54,046</u>	<u>99,433</u>	<u>129,088</u>
	\$ 3,204	\$107,543	\$104,697	\$163,656
Less - Federal Income Tax	-	<u>57,300</u>	<u>57,300</u>	<u>49,720</u>
	\$ 3,204	\$ 50,243	\$ 46,947	\$113,936
Less - Kansas Profits Tax	-	-	-	<u>5,000</u>
	\$ 3,204	\$ 50,243	\$ 46,947	\$111,156
NET INCOME	<u>\$ 3,204</u>	<u>\$ 50,243</u>	<u>\$ 46,947</u>	<u>\$111,156</u>
Net Income of Subsidiary Companies	<u>27</u>	<u>27</u>	<u>54</u>	<u>442</u>
CONSOLIDATED NET INCOME	<u>\$ 3,231</u>	<u>\$ 50,270</u>	<u>\$ 47,001</u>	<u>\$111,598</u>

RECONCILIATION OF INCOME

BALANCE - January 1, 1942	21,151,325
ADD - Net Income - Two Months ended February 28, 1942	<u>47,001</u>
BALANCE - February 28, 1942	<u>21,198,326</u>

PNYC 00011463

DIFFERENTIAL E STATE AND DEFENSE TAXES
MEMORANDUM FOR DIRECTOR'S OFFICE - MARCH 24TH 1942
ESTIMATE E.P. INCOME - RELATING TO MARCH 1942

	Month of February 1942	Month of January 1942	Two Months ended Feb. 22, 1942	Two Months ended Feb. 28, 1941
Reels Lead Plant	117,006	122,043	241,709	210,632
Reels Copper Plant	-	-	-	31,521
Reels Sulphide Concentrator	4,729	4,800	9,529	20,008
Slag Plant	11,041	10,294	27,335	-
Kiln Plant	<u>15,000</u>	<u>15,148</u>	<u>30,148</u>	<u>7,323</u>
	<u>142,215</u>	<u>157,144</u>	<u>299,359</u>	<u>187,083</u>
Deduct:				
Tramway Operations	\$ 150	\$ 156	\$ 306	\$ 610
Outside Exploration	4,300	4,355	8,655	4,210
Collins Commission	2,000	1,958	3,958	8,850
Chattahoochee Expenses:				
Oxide Concentrator	<u>630</u>	<u>630</u>	<u>1,260</u>	<u>1,400</u>
	<u>\$ 7,080</u>	<u>\$ 7,099</u>	<u>\$ 14,179</u>	<u>\$ 15,070</u>
	<u>155,135</u>	<u>150,043</u>	<u>285,150</u>	<u>196,400</u>
Loss - Depreciation	<u>18,168</u>	<u>17,408</u>	<u>35,576</u>	<u>57,910</u>
<u>E.P. INCOME</u>	<u>\$ 11,707</u>	<u>\$ 32,637</u>	<u>\$ 49,004</u>	<u>\$ 26,440</u>

PNYC 00011464

INTERNATIONAL BUSINESS MACHINES CORPORATION

CONDENSED STATEMENT OF INCOME FOR THE YEAR ENDED DECEMBER 31, 1942

STATE OF NEW YORK - TAX REPORT

	Month of January 1942	Month of January 1942	Year ended Dec. 31, 1942	Year ended Dec. 31, 1941
Profit on Sales	\$ -	\$ 67,047	\$ 67,756	\$ 237,523
Profit on Licenses	40,532	47,863	32,397	81,740
Profit on Sales	8,077	14,772	22,849	37,144
Electric Heat Department	-	-	-	11,231
Accessory Metal Department	-	-	-	20,264
Miscellaneous Income	4,576	7,072	11,046	25,690
	<u>51,810</u>	<u>135,032</u>	<u>186,842</u>	<u>413,592</u>
Loss - General Expenses	\$ 2,890	\$ 2,735	\$ 2,735	\$ 2,297
Selling Expenses	7,302	1,468	2,770	2,907
Experimental Expenses	-	-	-	11,706
	<u>12,002</u>	<u>3,203</u>	<u>5,505</u>	<u>17,172</u>
	549,508	113,829	181,337	390,420
Loss - Depreciation	<u>37,631</u>	<u>26,263</u>	<u>46,176</u>	<u>71,728</u>
<u>NET INCOME</u>	<u>289,877</u>	<u>105,166</u>	<u>125,161</u>	<u>314,622</u>

PNYC 00011465

INTERNATIONAL WHITE AND SILVER COMPANY

MONTH END FOR DECEMBER 31, 1942 - YEAR 1942

STATEMENT OF INCOME - LEAD REFINING, ZINC OXIDE AND LEAD AND ZINC PRODUCTS

	Month of February 1942	Month of January 1942	Two Months ended Feb. 28, 1942	Two Months ended Feb. 28, 1941
<u>LEAD REFINING OPERATIONS</u>				
Operating Income	\$ 10,323	\$ 13,833	\$ 24,156	\$ 27,10
Less - Depreciation	<u>4,103</u>	<u>3,977</u>	<u>8,080</u>	<u>8,20</u>
<u>NET INCOME</u>	<u>\$ 6,220</u>	<u>\$ 9,856</u>	<u>\$ 16,076</u>	<u>\$ 18,90</u>
<u>ZINC OXIDE OPERATIONS</u>				
Sales of Zinc Oxide	\$ 94,972	\$134,061	\$229,034	\$477,10
Cost of Sales	<u>101,811</u>	<u>128,632</u>	<u>230,443</u>	<u>553,70</u>
	\$	\$ 5,422	\$	\$
Less - Depreciation	<u>1,077</u>	<u>1,077</u>	<u>2,154</u>	<u>7,42</u>
<u>NET INCOME</u>	<u>\$</u>	<u>\$ 3,723</u>	<u>\$</u>	<u>\$</u>
Pounds of Zinc Oxide Sold	1,134,150	1,594,932	2,729,082	7,812,47
Sales Price	8.3004	8.3126	8.4346	6.10
Cost of Sales	8.9774	8.1666	8.5074	7.08
<u>LEAD AND ZINC PRODUCTS</u>				
Sales of Lead Products	\$112,203	\$168,819	\$281,022	\$144,76
Cost of Sales	<u>103,462</u>	<u>133,563</u>	<u>237,025</u>	<u>147,88</u>
	\$ 8,734	\$ 35,256	\$ 43,997	\$
Less - Depreciation	<u>2,738</u>	<u>4,413</u>	<u>7,151</u>	<u>3,37</u>
<u>NET INCOME</u>	<u>\$ 5,994</u>	<u>\$ 30,843</u>	<u>\$ 46,821</u>	<u>\$</u>
Pounds of Lead Products Sold	1,307,737	2,093,064	3,400,801	1,893,31
Sales Price	8.5826	8.0566	8.2634	7.64
Cost of Sales	7.9126	7.4386	7.6176	7.81

PNYC 00011466

INTERNATIONAL SELLING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - MARCH 24TH 1942
NEW CURRENT AND OTHER ASSETS - FEBRUARY 28TH 1942

CURRENT ASSETS:

Supplies			\$ 1,175,842
Metals:			
In Process			2,210,915
Finished:			
Lead	13,458,503 lbs. @ 4.951¢	\$ 666,326	
Copper	16,597,568 lbs. @ 8.934¢	1,483,259	
Silver	2,140,657 oss. @ 43.302¢	929,755	
Gold	22,044 oss. @ \$34.111	751,954	
By-products		100,232	
		\$5,971,526	
Reserve for Freight and Refining		159,281	3,812,245
Manufactured Products:			
Lead Products		\$ 265,588	
Zinc Oxide - Finished		275,382	
Marion Copper works - Electro Sheet Department		8,077	549,304
Accounts Receivable:			
Anasconda Sales Company		\$ 237,094	
Tells		894,329	
Zinc Oxide		63,627	
Others		852,284	
		\$2,054,334	
Reserve for Doubtful Accounts		43,587	2,010,457
Cash			304,048
			\$10,062,511

CURRENT LIABILITIES:

Taxes	\$ 699,090	
Interest	120,579	
Accounts Payable:		
Inter-company:		
Anasconda Copper Mining Company - Notes Payable	2,500,000	
Others	21,009	
Other Accounts Payable	1,451,554	
Notes Payable	116,418	4,908,646

NEW CURRENT ASSETS

\$ 5,153,865

OTHER ASSETS:

Advances to sundry mining companies, including advances on ores, less reserve	\$ 108,646	
Installment house and land sales and other accounts receivable, less reserve	55,964	164,610

BALANCE - NEW CURRENT AND OTHER ASSETS

\$ 5,318,475

PNYC 00011467

INTERNAL FINANCIAL ACCOUNTING - MONTHLY SUMMARY
MONTHLY SUMMARY FOR THE MONTH ENDING FEBRUARY 28, 1942
ALL VALUES ARE IN DOLLARS - ALL DATA ARE ESTIMATES

	Month of February 1942	Two Months ended Feb. 28, 1942	Two Months ended Feb. 28, 1941	Percent Increase
<u>UNITED STATES:</u>				
Copper - lbs. - Tons:				
Custom	690,462	1,324,275	361,444	266%
Toll	1,475,409	3,147,339	6,961,423	
Mined:				
Custom	341,594	745,394	615,000	21.2%
Toll	7,322,264	13,815,662	8,456,680	63.4%
	<u>9,827,727</u>	<u>19,082,890</u>	<u>16,394,569</u>	16.0%
Lead - lbs. - Tons:	5,146,090	10,610,660	12,093,167	
<u>UNITED STATES FOREIGN:</u>				
Total	1,356,958	3,770,980	7,080,242	
Less - Fabricators' Toll	<u>1,112,216</u>	<u>3,376,732</u>	<u>3,702,039</u>	
Custom	244,742	394,248	3,378,203	
<u>FOREIGN COUNTRIES:</u>				
Copper - Gross	27,701,353	63,077,560	108,849,750	
Less - Toll - wrap	<u>1,112,216</u>	<u>3,376,732</u>	<u>3,702,039</u>	
	<u>26,589,137</u>	<u>61,700,828</u>	<u>105,147,711</u>	
Lead - lbs.	9,074,066	17,693,697	18,042,587	
Silver - ozs.	1,280,671	2,449,231	2,689,344	
Gold - ozs.	13,660	30,616	35,913	
<u>WORLD:</u>				
Copper - lbs.				
Tons	500,000	500,000	3,000,000	
Mined	1,400,000	1,900,000	1,050,000	
Refined - Refinery	<u>271,764</u>	<u>394,764</u>	<u>2,208,032</u>	
	<u>2,171,764</u>	<u>2,794,764</u>	<u>7,058,032</u>	
Lead - lbs.	4,743,367	4,622,062	14,693,153	
<u>UNITED STATES:</u>				
Copper - lbs.				
Tons	500,000	500,000	2,000,000	
Mined	580,000	830,000	2,149,443	
Refined - Refinery	<u>316,170</u>	<u>394,764</u>	<u>7,703,143</u>	
	<u>1,396,170</u>	<u>1,684,764</u>	<u>12,752,586</u>	
Lead - lbs.	4,389,830	8,109,393	13,176,534	
<u>UNITED STATES:</u>				
Production - lbs.	1,640,200	3,080,913	8,303,813	
Deliveries - lbs.	1,134,400	2,709,363	7,812,432	

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