

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - JANUARY 28TH 1941

ESTIMATED NET INCOME

	Month of December 1940	Month of November 1940	Twelve Mos. ended Dec. 31, 1940	Twelve Mos. ended Dec. 31, 1939
Smelting Department	\$ 48,773	\$ 8,521	\$ 652,540	\$ 437,355
Refining Department	213,914	188,071	2,147,035	1,468,398
Secondary Department	13,004	2,340	135,903	345,143
Lead Refining Department	20,000	2,340	201,383	7,244
Zinc Oxide Department	21,245	20,474	53,118	159,462
White Lead Department	9,268	8,371	41,465	57,723
Miscellaneous Income	2,817	2,817	28,524	37,648
Total	\$286,611	\$174,313	\$1,439,868	\$2,428,133
*Add - Dividend - Mountain City Copper Company	182,867	182,867	305,734	219,440
	\$469,478	\$357,180	\$1,745,602	\$2,647,573
<u>DEDUCT:</u>				
Administrative Expenses	\$ 5,000	\$ 4,507	\$ 65,826	\$ 60,339
Miscellaneous Taxes	-	-	8,437	5,405
Capital Stock Tax	1,042	1,042	14,050	9,737
Interest -				
Six Percent.	40,000	40,000	480,000	480,000
Anaconda Copper Mining Company	13,041	13,041	127,249	114,300
Anaconda Sales Company	-	-	51,389	158,333
	\$ 53,041	\$ 53,041	\$ 658,634	\$ 852,633
Less - Depreciation and Obsolescence	\$420,415	\$298,610	\$2,862,071	\$1,821,591
	72,033	58,808	896,081	794,623
Less - Federal Income Tax	\$338,382	\$239,802	\$1,905,990	\$1,026,966
	43,940	20,600	270,600	130,000
<u>NET INCOME</u>	\$294,482	\$219,602	\$1,695,390	\$896,366
Add - Net Income of Subsidiary Companies	-	-	2,300	1,000
<u>CONSOLIDATED NET INCOME</u>	\$294,482	\$219,602	\$1,692,390	\$897,366

*Dividend on 1,462,934 shares - 25¢ per share
declared Nov. 19, 1940, payable Dec. 20, 1940:

One-half accrued in month of November	\$182,867
One-half accrued in month of December	182,867
	<u>\$365,734</u>

CONSOLIDATED SURPLUS ACCOUNT

<u>BALANCE</u> - January 1, 1940		
<u>ADD</u> - Net Income - Twelve Months ended December 31, 1940		<u>1,692,390</u>
Less - Write-off of Investments in the following:		\$ 600,339
Palliser Mining and Milling Company	\$ 365,968	
Rico Concentrator (Rico, Colorado)	234,371	
		<u>599,480</u>
<u>BALANCE</u> - DECEMBER 31, 1940		<u>\$ 94,459</u>

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