PLAINTIFF'S EXHIBIT
JM 875

Accounting Methods
February 27, 1964

Denison

Finance Managers (except Fiber Glass Division)

Credits for Winter Fibre Shipments

In accordance with Asbestos Fibre Division Bulletin 53-48 of November 21, 1963, they are allowing a credit of $5.00 per ton for fibre shipped to plants during the period December 15, 1963 to April 30, 1964, regardless of whether it is used or stored by the plant, during that period. Although not specified in the bulletin, this credit applies to Jeffrey fibre only.

Under the original plan, Jeffrey was to accumulate the quantities shipped and on May 1 advise the amount of credit to which each plant is entitled. However, because of the possible sizable effect on division earnings of recording the total credit in one month, it has been decided to record credits monthly.

In February accounting, compute the total number of tons of Jeffrey fibre shipped to your location during the period December 15 through February 29 and extend at $5.00 per ton. Prepare February journal to debit Account 46440 (Special Fibre Allowance) for the total amount and to credit Account 61101 (Price Variation - Fibre, Own Make) by shop for the applicable amounts. Also, prepare a separate report of Inter-Division Reduction in Fibre Prices (Systems 2776) showing as authorization "Credit for Winter Fibre Shipments - A.F.D. Bulletin 53-48". List tons by grade for the plant, total tons, and total amount of credit. Distribute copies as prescribed in Systems 2776.4.

In March and April accounting, compute, record, and report credits for Jeffrey fibre shipped in each of these months in the same manner as for February.

During May, the Asbestos Fibre Division controller's office will compare reports received from plants with their records of shipments to determine whether any adjustments of plant records will be required.

J. H. Hanford

cc: Division controllers
DPC supervisors
T. R. Smith, GHQ
A. P. Carpenter, HAC

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JOHNS-MANVILLE PRODUCTS
CORPORATION DENISON