

BOARD OF DIRECTORS MEETING

OCTOBER 22, 1946

PNYC000C6866

N11110

Secretary's Copy 11:00

INTERNATIONAL SMELTING AND REFINING COMPANY

DIRECTORS' MEETING - OCTOBER 22, 1946

PROGRAM

DIRECTORS

Cornelius F. Kelley ✓
W. H. Hoover ✓
Frederick Laist ✓
Robert E. Dwyer ✓
Clyde E. Weed ✓
James R. Hobbins ✓
E. O. Sowerwine ✓

Minutes of the meeting held September 24, 1946, to be read and approved. ✓

Presentation of Statements of Net Income and Net Current Assets as of September 30, 1946. ✓

Approval of Appropriations:

<u>No.</u>	<u>Description</u>	<u>Amount</u>
480	Concrete loading platform for Baker Trucks at Perth Amboy.	\$19,038.00 ✓
164	Drilling a third deep well near reservoir in Pine Canyon and purchasing and installing new pump for well at Tocoale Plant.	8,150.00 ✓ 27.85

Resolution to be adopted authorizing the President or Vice President and Secretary or Assistant Secretary to execute and deliver to the Eagle-Picher Company a deed covering the sale of the East Chicago, Indiana, plant and such other proper and reasonable instruments of transfer as may be required in connection with the contract of sale heretofore entered into with Eagle-Picher Company on September 27, 1946. ✓

Adjournment. ✓

PNYC00006867

INTERNATIONAL SMELTING AND REFINING COMPANY
SUMMARY OF REGULAR MONTHLY MEETING OF THE BOARD OF DIRECTORS
HELD SEPTEMBER 24, 1946

Due lack of quorum the meetings of July 23 and August 27, 1946 were adjourned. Minutes of the regular meeting held June 25, 1946 were read and approved.

Statements of Net Income and Net Current Assets as of August 31, 1946 were approved and ordered placed on file.

Resolution was adopted ratifying and approving the action of the Officers in authorizing Appropriations in connection with Estimates No. 163 and No. 478 amounting to \$32,511.84.

Resolutions were adopted ratifying the action of the Officers in executing the following deeds covering the sale of land in Tooele City, Utah, as follows:

<u>To</u>	<u>Description</u>	<u>Amount</u>
J. L. Maye	.03 acres, as described in deed	\$ 100.00
Joe Carroni & Wife	Lot 12, Block 2, Kelsey Subdivision	250.00
R. J. Nelson & Wife	Lot 4, Block 2, Kelsey Subdivision	250.00

Resolution was adopted approving the action of the Officers in executing contracts dated May 15, 1946, between International Smelting and Refining Company, Park-Kenold Mines Corporation, and Park-Nelson Mining Company, evidencing complete withdrawal of International from the operations of these companies.

Resolution was adopted authorizing the Officers of the Company to make arrangements to sell and dispose of the land, buildings and equipment at the East Chicago, Indiana, Plant.

Adjournment.

PNYC00006868

N11110.01

INTERNATIONAL SMELTING AND REFINING COMPANY

11:00 A.M

DIRECTORS' MEETING - OCTOBER 22, 1946

PROGRAM

DIRECTORS

Cornelius F. Kelley
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Minutes of the meeting held September 24, 1946 to be read and approved.

Presentation of Statements of Net Income and Net Current Assets as of September 30, 1946.

Approval of Appropriations:

<u>No.</u>	<u>Description</u>	<u>Amount</u>
480	Concrete loading platform for Baker Trucks at Perth Amboy.	\$19,038.0
164	Drilling a third deep well near reservoir in Pine Canyon and purchasing and installing new pump for well at Tooele Plant.	8,150.0

Resolution to be adopted authorizing the execution of deed for sale of the East Chicago Plant to the Eagle-Picher Company.

Adjournment.

PNYC0C0C6869

N11110.02

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - OCTOBER 22, 1946

ESTIMATED NET INCOME

	Month of September 1946	Month of August 1946	Nine Mos. ended Sept. 30, 1946	Nine Mos. ended Sept. 30, 1945
Smelting Department	\$ 803	\$ 21,629	\$ 163,419	\$ 197,889
Haritan Copper Works	160,706	222,437	637,761	890,343
Lead Refining Department	-	-	180,540	62,099
Zinc Oxide Department	-	-	25,405	92,769
White Lead Department	-	19,221	70,672	32,081
Accrued Interest on Advances to Leases Sold	-	-	-	18,500
Miscellaneous Income	400	398	11,099	23,511
	<u>\$161,909</u>	<u>\$220,427</u>	<u>\$1,088,896</u>	<u>\$857,252</u>
Deduct:				
Loss on Sale of Claims:				
Walker Mining Company	\$ -	\$ -	\$ -	\$ 44,628
Administrative Expenses	10,000	11,180	92,353	90,487
Capital Stock Tax	-	-	-	13,125
Miscellaneous Taxes	-	-	7,079	8,619
Interest - Anaconda Copper Mining Company	-	-	-	56,501
- 1939 Income Taxes	-	-	-	8,295
	<u>\$ 10,000</u>	<u>\$ 11,180</u>	<u>\$ 99,432</u>	<u>\$221,655</u>
	<u>\$151,909</u>	<u>\$209,247</u>	<u>\$989,464</u>	<u>\$635,597</u>
Less - Depreciation and obsolescence	45,381	49,528	377,450	435,072
	<u>\$106,528</u>	<u>\$159,719</u>	<u>\$612,014</u>	<u>\$200,525</u>
Federal Income Taxes	43,000	63,200	255,800	61,937*
<u>Net Income</u>	<u>\$ 63,528</u>	<u>\$ 96,519</u>	<u>\$356,214</u>	<u>\$138,588</u>
Add - Net Income of Subsidiary Companies	-	-	1,289	371
<u>Consolidated Net Income</u>	<u>\$ 63,528</u>	<u>\$ 96,519</u>	<u>\$357,503</u>	<u>\$138,959</u>

CONSOLIDATED SURPLUS ACCOUNT

<u>BALANCE</u> - January 1, 1946	\$870,460
<u>ADD</u> - Net Income - Nine Months ended September 30, 1946	<u>357,503</u>
<u>BALANCE</u> - September 30, 1946	<u>\$1,227,963</u>

* - Includes Federal Income Taxes - 1939

\$25,498

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N11110.03

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - OCTOBER 22, 1946
ESTIMATED NET INCOME - SMELTING DEPARTMENT

	Month of September 1946	Month of August 1946	Nine Mos. ended Sept. 30, 1946	Nine Mos. ended Sept. 30, 1945
Tooele Lead Plant	\$ 8,226	\$ 2,693	\$ 81,415	\$201,588
Tooele Copper Plant	1,200	800	27,641	220,893
Tooele Sulphide Concentrator	192	1,383	183,994	10,175
Tooele Slag Plant	15,349	13,856	172,000	198,395
Miami Plant	<u>19,850</u>	<u>27,750</u>	<u>272,245</u>	<u>61,840</u>
	<u>\$ 4,733</u>	<u>\$17,168</u>	<u>\$192,805</u>	<u>\$152,071</u>
Deduct:				
Tramway Expense	\$ 130	\$ 130	\$ 1,100	\$ 1,191
Outside Exploration	800	850	6,780	17,122
Selling Commission	2,300	2,761	16,406	22,285
Oxide Concentrator	<u>700</u>	<u>720</u>	<u>5,100</u>	<u>5,220</u>
	<u>\$ 3,930</u>	<u>\$ 4,461</u>	<u>\$29,386</u>	<u>\$45,818</u>
	\$ 803	\$21,629	\$163,419	\$197,889
Less: Depreciation	<u>15,904</u>	<u>15,953</u>	<u>165,220</u>	<u>142,892</u>
NET INCOME	<u>\$15,101</u>	<u>\$37,582</u>	<u>\$ 1,801</u>	<u>\$340,781</u>

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INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - OCTOBER 22, 1946
ESTIMATED NET INCOME - RARITAN COPPER WORKS

	Month of September 1946	Month of August 1946	Nine Mos. ended Sept. 30, 1946	Nine Mos. ended Sept. 30, 1945
Profit on Refining	\$147,265	\$205,444	\$800,158	\$ 837,697
Profit on Sales	6,650	10,170	40,745	64,611
Electro Sheet Department	6,474	4,629	18,530	6,115
Miscellaneous Income	<u>1,000</u>	<u>3,116</u>	<u>19,787</u>	<u>11,975</u>
	<u>\$161,389</u>	<u>\$223,359</u>	<u>\$879,220</u>	<u>\$908,168</u>
Less - General Expense	\$ -	\$ -	\$ 2,000	\$ 2,000
Selling Expenses	683	922	3,719	8,229
Buying Expenses	-	-	-	7,596
Strike Expense	-	-	235,740	-
	<u>\$ 683</u>	<u>\$ 922</u>	<u>\$241,459</u>	<u>\$ 17,825</u>
	<u>\$160,706</u>	<u>\$222,437</u>	<u>\$637,761</u>	<u>\$890,343</u>
Less - Depreciation	<u>29,477</u>	<u>31,695</u>	<u>168,711</u>	<u>243,278</u>
	<u>\$131,229</u>	<u>\$190,742</u>	<u>\$469,050</u>	<u>\$647,065</u>

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N11110.05

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - OCTOBER 22, 1946

ESTIMATED NET INCOME - LEAD REFINING, ZINC OXIDE AND WHITE LEAD DEPARTMENTS

	Month of September 1946	Month of August 1946	Nine Mos. ended Sept. 30, 1946	Nine Mos. ended Sept. 30, 1945
<u>LEAD REFINING DEPARTMENT</u>				
Operating Income	\$ -	\$ -	\$ 180,540	\$ 62,099
Depreciation	-	-	17,788	23,337
Net Income	\$ -	\$ -	\$ 162,752	\$ 38,762
<u>ZINC OXIDE DEPARTMENT</u>				
Sales of Zinc Oxide	\$ -	\$ -	\$ 935,308	\$1,091,817
Slab Zinc	-	-	160,907	169,241
	\$ -	\$ -	\$1,096,215	\$1,261,058
Cost of Sales - Zinc Oxide	\$ -	\$ -	\$ 909,903	\$ 999,048
Slab Zinc	-	-	160,907	169,241
	\$ -	\$ -	\$1,070,810	\$1,168,289
Operating Profit:				
Zinc Oxide	\$ -	\$ -	\$ 25,405	\$ 92,769
Less: Depreciation	-	-	7,714	12,981
Net Income	\$ -	\$ -	\$ 15,691	\$ 79,788
<u>ZINC OXIDE</u>				
Pounds Sold	-	-	12,718,350	12,807,950
Sales Price	-	-	7.35¢	8.52¢
Cost of Sales	-	-	7.14¢	7.84¢
<u>SLAB ZINC</u>				
Pounds Sold	-	-	1,880,926	1,992,734
Sales Price	-	-	8.55¢	8.49¢
Cost of Sales	-	-	8.55¢	8.49¢
<u>WHITE LEAD DEPARTMENT</u>				
Sales of Lead Products	\$ -	\$81,672	\$ 868,070	\$ 530,838
Cost of Sales	-	62,451	797,398	562,919
	\$ -	\$19,221	\$ 70,672	\$ 32,081
Depreciation	-	1,880	16,017	12,584
NET INCOME	\$ -	\$17,341	\$ 54,655	\$ 44,665
Pounds of Lead Products Sold	-	900,626	9,901,992	5,981,897
Sales Price	-	9.07¢	8.76¢	8.87¢
Cost of Sales	-	6.93¢	8.05¢	9.45¢

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N11110.06

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - OCTOBER 22, 1946
NET CURRENT AND OTHER ASSETS - SEPTEMBER 30, 1946

<u>CURRENT ASSETS:</u>					
Supplies				\$	833,981
Metals:					
In Process					2,429,547
Finished:					
Lead	14,793,823	lbs. @	6.451¢	\$	954,350
Copper	20,419,427	lbs. @	9.409¢		1,921,288
Silver	2,417,373	oss. @	49.633¢		1,199,817
Gold	17,837.846	oss. @	\$34.39		613,394
By-Products					18,322
					<u>\$4,707,171</u>
Reserve for Freight and Refining Charges				678,299	4,028,872
Manufactured Products:					
Baritan Copper Works - Electro Sheet Department				\$	<u>1,645</u> 1,645
Accounts Receivable:					
Tolls				\$1,440,872	
Others				263,768	
Inter-Company - Anaconda Sales Company				<u>831,262</u>	2,535,902
Cash					<u>584,980</u>
					\$10,414,927
<u>CURRENT LIABILITIES:</u>					
Taxes				\$	430,176
Accounts Payable				1,857,473	
Wages Payable				<u>144,154</u>	2,431,803
<u>NET CURRENT ASSETS</u>					\$ 7,983,124
<u>OTHER ASSETS</u>					
Installment house and land sales and other accounts receivable, less reserve					<u>6,300</u>
<u>BALANCE - NET CURRENT AND OTHER ASSETS</u>					<u>\$7,989,424</u>

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N11110.07

INTERNATIONAL SINKING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - OCTOBER 22, 1946

SALES, DELIVERIES AND PRODUCTION - ALL DEPARTMENTS

	Month of September 1946	Nine Mos. ended Sept. 30, 1946	Nine Mos. ended Sept. 30, 1945	Per Cent Increase Decrease
<u>SINKER PRODUCTION:</u>				
Copper - Lbs. - Toccole:				
Custom	36,930	825,564	5,391,029	
Toll	410,430	4,224,909	6,823,328	
Miami:				
Custom	202,227	2,276,335	7,618,746	
Toll	10,873,335	95,164,394	98,999,123	
	<u>10,922,922</u>	<u>102,491,202</u>	<u>118,832,226</u>	13.8
Lead - Lbs. Toccole	4,478,937	44,679,284	28,547,039	56.5
<u>SCRAP COPPER RECEIVED AT PERTH ANDOT</u>				
Custom	-	615,870	928,136	
Fabrication Toll	2,087,966	9,145,925	11,876,929	
	<u>2,087,966</u>	<u>9,761,795</u>	<u>12,805,065</u>	23.8
<u>REFINERY PRODUCTION</u>				
Copper - Gross	45,033,637	275,840,795	276,707,242	
Less - Toll Scrap	2,087,966	9,145,925	11,876,929	
	<u>42,945,671</u>	<u>266,694,870</u>	<u>264,830,313</u>	.7
Lead - Lbs.: At East Chicago	-	39,509,510	51,987,595	
At Omaha	6,604,863	18,054,583	-	
	<u>6,604,863</u>	<u>57,564,093</u>	<u>51,987,595</u>	10.7
Silver - Ozs.	1,085,818	4,107,579	6,883,732	40.3
Gold - Ozs.	8,309	28,213	57,777	51.2
<u>SALES:</u>				
Copper - Lbs.				
Toccole	-	342,842	4,892,450	
Miami	-	104,462	2,375,000	
Raritan	-	600	306,677	
	<u>-</u>	<u>447,904</u>	<u>7,574,127</u>	94.1
Lead - Lbs.	4,002,362	51,324,756	52,889,222	2.9
<u>DELIVERIES:</u>				
Copper - Lbs.				
Toccole	-	431,608	5,364,329	
Miami	-	494,424	2,397,346	
Raritan	-	55,315	306,677	
	<u>-</u>	<u>981,347</u>	<u>8,068,352</u>	87.8
Lead - Lbs.	4,422,182	43,066,100	37,367,632	15.3
<u>ZINC OXIDE:</u>				
Production - Lbs.	-	10,042,800	13,191,770	23.9
Deliveries - Lbs.	1,051,518	13,769,868	12,807,950	7.5
<u>SLAB ZINC</u>				
Production - Lbs.	-	945,000	2,124,294	55.5
Deliveries - Lbs.	-	1,880,926	1,992,734	5.6

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N11110.08

FOR APPROPRIATIONS

(see Appropriation File)

PNYC00C06876

N11110.09

