

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTOR'S MEETING - FEBRUARY 27TH 1940

ESTIMATED NET INCOME

	Month of January, 1940	Month of January, 1939
Smelting Department	\$ 54,566	\$ 24,829
Refining Copper works - Refinery Department	205,999	108,399
- Secondary Department	18,282	56,889
Lead Refining Department	3,800	441
Zinc Oxide Department	3,268	12,688
White Lead Department	7,223	-
Total	\$278,834	\$240,397
Add - Miscellaneous Income	3,000	3,578
	\$281,802	\$243,975
<u>DEDUCT:</u>		
Administrative Expenses	\$ 7,500	\$ 7,666
Capital Stock Tax	1,000	1,000
Interest -		
Six Percent Debentures	40,000	40,000
Anaconda Copper Mining Company	9,375	9,375
Anaconda Sales Company	6,250	14,863
	\$ 64,125	\$ 72,904
	\$217,677	\$171,071
Less - Depreciation	67,023	49,366
	\$150,654	\$ 81,705
Less - Federal Income Tax	28,600	15,500
<u>NET INCOME</u>	\$122,054	\$ 66,205
Add - Net Income of Subsidiary Companies	-	84
<u>CONSOLIDATED NET INCOME</u>	\$122,054	\$ 66,289

CONSOLIDATED SURPLUS ACCOUNT

<u>BALANCE</u> - January 1, 1940	\$ -
<u>ADD</u> - Net Income - Month of January, 1940	122,054
<u>BALANCE</u> - January 31, 1940	\$ 122,054

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INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - FEBRUARY 27TH 1940
ESTIMATED NET INCOME - SMELTING DEPARTMENT

	Month of January 1940	Month of January 1939
Tooele Lead Plant	\$ 2,816	" "
Tooele Copper Plant	11,958	19,268
Tooele Sulphide Concentrator	20,232	170
Ophir Mill Plant	25,760	11,634
Miami Plant	<u>3,000</u>	<u>2,360</u>
	<u>\$ 63,766</u>	<u>\$ 30,432</u>
Deduct -		
Tramway Operations	\$ 1,300	\$ 785
Outside Exploration	5,000	2,182
Selling Commission	1,600	925
Shutdown Expenses:		
Sulphide Concentrator	-	555
Oxide Concentrator	900	608
Rico Plant	500	548
Miami Plant	-	-
	<u>\$ 9,200</u>	<u>\$ 5,603</u>
	<u>\$ 54,566</u>	<u>\$ 24,829</u>
Depreciation	<u>23,280</u>	<u>20,029</u>
<u>NET INCOME</u>	<u>\$ 31,286</u>	<u>\$ 4,800</u>

ISR002408

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - FEBRUARY 27TH 1940
ESTIMATED NET INCOME - CHIN RILL OPERATIONS

	<u>January 1940</u>	<u>January 1939</u>
Concentrator Sales	\$ 59,483	\$ 33,847
Cost of Sales	<u>33,723</u>	<u>32,213</u>
Operating Profit	\$ 25,760	\$ 11,634
Other Income	<u>-</u>	<u>-</u>
	\$ 25,760	\$ 11,634
Depreciation	<u>9,000</u>	<u>2,983</u>
<u>NET INCOME</u>	<u>\$ 16,760</u>	<u>\$ 8,651</u>

Note: Investment of International Smelting and Refining Company in the above plant at January 31st 1940 amounted to \$191,350 (depreciated value - \$86,897).

ISR002409

INTERNATIONAL SALTING AND REFINING COMPANY
STATEMENT FOR DIRECTORS' MEETING - FEBRUARY 27TH 1940
ESTIMATED NET INCOME - HARTMAN COPPER CORP.

	Month of January 1940	Month of January 1939
<u>REGULAR DEBIT:</u>		
Profit on Tolls	1115,309	\$ 79,082
Profit on Premiums	81,289	22,561
Profit on Sales	2,703	886
Electro-Heat Department	198	1,671
"	3200,499	3104,200
Add - Miscellaneous earnings	7,500	6,405
	3207,999	3110,005
Deduct - General Expenses	2,200	\$ 2,206
- Experimental Expenses	-	-
	2,000	\$ 2,206
	3205,999	3108,799
Less - Depreciation	33,009	21,084
<u>NET INCOME</u>	<u>3172,990</u>	<u>3087,715</u>
<u>ORDINARY CREDIT BALANCE:</u>		
Proceeds of Copper Salivories	3422,790	3347,040
Value of Copper Salivories	421,048	330,070
Copper Profit	1,742	10,770
Operating Profit	10,540	39,719
	18,282	50,889
Less - Depreciation	2,759	2,413
<u>NET INCOME</u>	<u>15,523</u>	<u>48,476</u>
Pounds of Copper Delivered	3,491,241	3,181,857
Profit per Pound	.0508	.5544
Pounds of Copper Produced	5,562,061	4,700,010
Operating Profit per Pound	.2779	.8544

INTERNATIONAL SMELTING AND REFINING COMPANY

MEMORANDUM FOR DIRECTORS' MEETING - FEBRUARY 27TH 1940

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

	<u>Month of January 1940</u>	<u>Month of January 1939</u>
<u>LEAD REFINING DEPARTMENT:</u>		
Operating Income	\$ 3,800	\$ 441
Less: Depreciation	<u>4,300</u>	<u>786</u>
<u>NET INCOME</u>	<u>\$ _____</u>	<u>\$ _____</u>
<u>ZINC OXIDE DEPARTMENT:</u>		
Sales of Zinc Oxide	\$140,191	\$169,514
Cost of Sales	<u>126,473</u>	<u>155,726</u>
	\$ 3,718	\$ 13,788
Less: Shutdown Expenses - Akron Plant	<u>450</u>	<u>1,100</u>
	\$ 3,268	\$ 12,688
Less: Depreciation and Amortization	<u>2,268</u>	<u>2,736</u>
<u>NET INCOME</u>	<u>\$ 1,000</u>	<u>\$ 9,952</u>
Pounds of Zinc oxide Sold	2,383,205	2,880,850
Sales Price	5.870¢	5.884¢
Cost of Sales	5.715¢	5.406¢
<u>WHITE LEAD DEPARTMENT:</u>		
Sales of Lead Products	\$ 54,322	\$ 47,029
Cost of Sales	<u>61,435</u>	<u>49,878</u>
	\$ 7,113	\$ 2,849
Less: Depreciation	<u>1,387</u>	<u>1,318</u>
<u>NET INCOME</u>	<u>\$ 5,726</u>	<u>\$ 1,531</u>
Pounds of Lead Products Sold	703,190	635,114
Sales Price	7.725¢	7.405¢
Cost of Sales	8.737¢	7.854¢

INTERNATIONAL SWEETING AND REFINING COMPANY
MEMORANDUM FOR DIRECTORS' MEETING - FEBRUARY 27TH 1940
NET CURRENT AND OTHER ASSETS - JANUARY 31ST 1940

CURRENT ASSETS:

Supplies				\$ 811,402
Metals:				
In Process				1,266,762
Finished:				
Lead	17,065,548 lbs. .	4.725¢	\$ 806,417	
Copper	44,421,357 lbs. .	10.147¢	4,507,439	
Silver	2,436,508 ozs. .	51.453¢	1,254,891	
Gold	25,870 ozs. .	334.04¢	8,680,850	
By-Products			447,230	
			<u>17,598,635</u>	
Reserve for Freight and Refining			566,061	7,332,574
Manufactured Products:				
Lead Products			\$ 25,273	
Zinc Oxide - Finished			506,000	
Maritan Copper Works - Electro Sheet			<u>28,929</u>	820,202
Accounts Receivable:				
Tolls			\$ 864,960	
Zinc Oxide			193,899	
Mountain City Copper Company			99,850	
Walker Mining Company			534,137	
Others			<u>337,577</u>	2,050,443
Cash				<u>449,825</u>
				<u>\$12,751,208</u>

CURRENT LIABILITIES:

Taxes		\$ 253,506	
Interest		79,649	
Accounts Payable:			
Inter-company -			
Anasconda Sales Company - Current Account		194,050	
Anasconda Sales Company - Note Payable		5,000,000	
Anasconda Copper Mining Company - Note Payable		2,250,000	
Other		51,044	
Other Accounts Payable		1,514,735	
Wages Payable		<u>99,278</u>	2,402,442

BALANCE - NET CURRENT ASSETS

\$ 3,328,766

OTHER ASSETS:

Advances to sundry mining companies, including advances on ores, less reserve		\$ 124,821	
Installment house and land sales and other accounts receivable, less reserve		<u>68,503</u>	193,124

BALANCE - NET CURRENT AND OTHER ASSETS

\$ 3,521,890

INTERNATIONAL SMELTING AND REFINING COMPANY
MEMORANDUM FOR DIRECTOR'S MEETING - FEBRUARY 27TH 1940
SALES, DELIVERIES AND PRODUCTION - ALL DEPARTMENTS

	Month of January, 1940	Month of January, 1939	Percent. Increase --
<u>SMELTING PRODUCTION</u>			
Copper - Lbs. - Tons	3,433,213	2,926,097	17.3
- Miami	3,698,158	5,026,236	---
	7,131,371	7,952,333	---
Lead - Lbs. - Tons	6,773,890	3,713,366	82.3
<u>SCRAP COPPER RECEIVED AT PLANT MARY</u>			
Recoverable Contents - Lbs.	6,694,422	3,408,818	96.4
<u>REFINERY PRODUCTION</u>			
Copper - Lbs.	50,831,259	33,275,843	52.8
Lead - Lbs.	9,586,760	5,734,875	67.2
Silver - Ozs.	1,258,237	816,982	54.0
Gold - Ozs.	27,613	11,817	133.7
<u>SALES</u>			
Copper - Lbs.	60,241	3,523,430	---
Lead - Lbs.	3,038,713	6,509,654	---
<u>DELIVERIES</u>			
Copper - Lbs.	3,891,241	3,191,629	21.9
Lead - Lbs.	3,307,665	4,004,627	---
<u>ZINC OXIDE</u>			
Production - Lbs.	2,874,800	2,742,921	4.8
Deliveries - Lbs.	2,388,600	2,881,261	---