

# MOODY'S

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# INDUSTRIALS

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JOHN MOODY

1936

AMERICAN AND FOREIGN

Transfer Agent: Registrar & Transfer Co., New York. Registrar: Manufacturers Trust Co., New York. Common listed on New York Stock Exchange. Number of stockholders, Apr. 1, 1936, 4,000.

Note: There also are authorized 1,093 shares of \$100 par 7% cumulative preferred; none outstanding on Dec. 31, 1934.

## AMERICAN CAR AND FOUNDRY COMPANY

**History:** Incorporated under the laws of New Jersey, Feb. 20, 1899, and acquired the following plants at time of incorporation: Buffalo Car Mfg. Co., Buffalo, N. Y.; Ensign Mfg. Co., Huntington, W. Va.; Jackson & Woodin Mfg. Co., Berwick, Pa.; Michigan-Peninsular Co., Detroit, Mich.; Missouri Car & Foundry Co., St. Louis, Mo.; Murray, Dougal & Co., Milton, Pa.; Niagara Car Wheel Co., Buffalo, N. Y.; Ohio Falls Car Mfg. Co., Jeffersonville, Ind.; Pennock Bros. (dismantled), Minerva, Ohio; St. Charles Car Co., St. Charles, Mo.; Terre Haute Car & Mfg. Co., Terre Haute, Ind.; the Wells & French Co., Chicago, Ill.; Union Car Co., Depew, N. Y. The company has also acquired from time to time since the incorporation the following plants: Bloomsburg Car Mfg. Co., Bloomsburg, Pa.; Common-Sense Bolster Co., Chicago, Ill.; Indianapolis Car Co., Indianapolis, Ind.; Jackson & Sharp Co., Wilmington, Del., and the Southern Car & Foundry Co., Memphis, Tenn.

**Business:** Manufactures railway cars of all types, classes and construction; also car wheels, merchant bar iron, castings, forgings, interior woodwork, car floats, repair parts motor boats, gasoline engines, street and subway cars, gas-electric commuter cars for railroads, and carburetors. In 1927 company began manufacturing automotive vehicles—motor buses, motor trucks and motor-driven rail cars.

**Plants:** Manufacturing plants owned and operated consist of the following: Four passenger car plants, 14 freight car plants, 1 tank car plant, 9 wheel foundries, 7 gray iron foundries, 1 malleable iron foundry, 1 brass foundry, 2 rolling mills and a plant for building and repairing car floats and light capacity vessels. Works and store yards cover over 600 acres of ground. The plants at Berwick, Buffalo, Jeffersonville, Huntington, St. Charles, Madison, Detroit, St. Louis and Chicago are equipped for the construction of steel freight cars; the plants at Berwick, Jeffersonville and St. Charles being especially equipped for the construction of all-steel passenger cars.

**Subsidiaries:** The Sligo Furnace Co., which owns the entire \$300,000 stock of the Sligo & Eastern Ry. and American Welding Co., which purchased machinery and trade names of Continental Iron Works of Brooklyn in 1927. Also controls Brill Corp., incorporated Jan. 26, 1926, to consolidate control of J. G. Brill Co. and American Car and Foundry Motors Co., latter formerly controlled directly by American

Car and Foundry Co. In Feb., 1926, acquired entire class B stock of Shipper's Car Line Corp., formerly Shippers Car Line, Inc. (see appended statements).

**American Car and Foundry Export Co.:** Incorporated August 13, 1913, in Delaware with an authorized capital of \$600,000 (increased to \$2,000,000 in Dec., 1917), to take over foreign business of American Car and Foundry Co.

**American Car and Foundry Securities Corp.:** Incorporated, in Delaware, Jan. 24, 1926, to take over, hold, handle and dispose of stocks, bonds, equipment trust notes and other securities owned by American Car and Foundry Co. Latter company owns the entire capital stock of 100,000 no par shares.

**Management (American Car and Foundry Co.): Officers:** C. J. Hardy, Pres.; H. W. Wolff, Senior Vice-Pres.; F. A. Stevenson, W. E. Hedgecock, G. R. Scanlan, W. M. Hager, W. J. Harris, O. F. Harvey, Vice-Pres., New York; C. D. Terrell, Vice-Pres., Chicago; H. C. Wick, Sec. and Asst. to Pres.; L. A. Blackford, Treas.; B. S. Block, Aud. **General Counsel:** Hardy, Stancliffe & Hardy. **Directors:** W. M. Hager, C. J. Hardy, J. S. Hoyt, W. C. Dickerman, G. R. Scanlan, L. A. Stancliffe, H. W. Wolff, F. A. Stevenson, New York; W. J. Cummings, Chicago. **Annual Meeting:** Second Thursday in July. **Principal Office:** 1 Exchange Place, Jersey City, N. J. **St. Louis Office:** 1558 S. Vandeventer Ave. **Chicago Office:** Railway Exchange. **New York Office:** 30 Church St.

### Consolidated Income Account, Years Ended April 30

(American Car & Foundry Co., American Car & Foundry Securities Corp. and American Car & Foundry Export Co.)

	1935	1934	1933	1932	1931	1930
*Net profit, all sources.....	\$694,916	(d)\$1,720,748	(d)\$1,018,453	(d)\$1,464,949	\$3,026,789	\$8,704,093
†Depreciation, renewals, etc.....	2,575,439	1,586,084	1,192,816	1,620,442	1,620,442	3,340,328
Net income.....	(d)1,968,514	(d)3,306,832	(d)2,211,270	(d)2,577,277	1,406,347	5,363,765
Preferred dividends.....					2,100,000	2,100,000
†Common dividends.....				150,000	2,400,000	3,600,000
Deficit for year.....	\$1,968,514	\$3,306,832	\$2,211,270	\$4,827,277	\$3,093,653	\$386,235
*After Federal taxes: 1932, 1933, 1934 and 1935, nil; 1931, \$132,057; 1930, \$556,080.						
†Paid from reserve for common dividends: 1932, \$150,000; 1931, \$2,400,000; 1930, \$386,235.						
‡ Before debiting \$2,150,400 provision for shrinkage in value of						
Net income, after taxes and charges, for 6 months ended Oct. 31: 1935, (d)\$1,731,319 (after \$828,284 depreciation); 1934, (d)\$330,754; 1933, (d)\$1,538,772.						

**Financial and Operating Ratios:** See blue paper insert in center of Manual.

### Statistical Record, Years Ended April 30

	Balance for Dividends	Earned per Share	Paid per Share	Div. Paid per Sh.	Preferred	Common	Price Range	Number of Shares	Equity per Share	Net
		Pfd. Com.	Pfd. Com.	Pfd. Com.	Preferred	Common		Preferred	Common	Curr. Assets
1926....	\$6,102,898	\$20.34	\$6.67	\$7.00	\$6.00	130 1/2-120 1/2	11 1/4- 9 1/2	300,000	600,000	\$139.80
1927....	4,593,377	15.31	4.16	7.00	6.00	124 1/2-124 1/2	11 1/2- 9 1/2	300,000	600,000	137.95
1928....	5,354,555	12.52	2.76	7.00	6.00	137 1/2-110 1/2	11 1/2- 8 1/2	300,000	600,000	134.65
1929....	2,715,174	9.05	1.08	7.00	6.00	120 1/2-110 1/2	10 1/2- 7 1/2	300,000	600,000	128.67
1930....	5,763,765	17.88	5.44	7.00	6.00	116 - 70	8 1/2- 24 1/2	300,000	600,000	128.08
1931....	1,406,347	4.69	(d)1.16	7.00	2.75	86 - 20 1/2	3 1/2- 4 1/2	300,000	600,000	128.92
1932....	(d)2,577,277	Nil	(d)7.80	5.25	50 - 15	17 - 3 1/2	††300,000	††600,000	111.33	
1933....	(d)2,211,270	Nil	(d)7.19	5.00	59 1/2- 15	39 1/2- 6 1/2	††300,000	††600,000	108.97	
1934....	(d)3,306,832	Nil	(d)9.01	5.00	56 1/2- 32	37 1/2- 12	††300,000	††600,000	106.16	
1935....	(d)1,968,514	Nil	(d)6.78	5.00	65 - 25 1/2	33 1/2- 10	††300,000	††600,000	107.15	

† Calendar year ends.	† Includes all reserves.	†† Includes treasury stock.
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† Calendar year records.

‡ Includes all reserves.

†† Includes treasury stock.

### Consolidated Condensed Balance Sheet, as of April 30

(American Car & Foundry Co., American Car & Foundry Securities Corp., and American Car & Foundry Export Co.)

	1935	1934	1933	1932	1931	1930
<b>Assets:</b>						
Property and plants.....	\$72,355,585	\$71,703,618	\$71,709,702	\$71,710,154	\$72,011,943	\$72,420,834
Miscellaneous securities (net).....	11,126					
Securities of affil. cos. (net).....	215,419	12,265,129	12,372,981	12,246,469	14,377,203	16,249,832
Marketable securities.....	**1,340,107					
Cash in banks and on hand.....	4,475,060	3,775,116	6,328,364	5,231,438	7,288,739	5,064,492
U. S. Government securities.....	13,408,569	4,309,606	4,302,606	4,520,859	4,288,923	3,588,953
Materials on hand.....	3,628,058	3,744,110	2,816,493	3,551,784	5,182,299	8,765,088
Accounts receivable.....	\$81,669,786	2,067,095	3,162,397	3,889,874	6,697,462	17,751,719
Notes receivable.....	\$3,141,369	5,650,961	4,768,728	5,654,274	8,096,999	11,456,500
Provision for bad debts.....	\$32,698,472					
Treasury stock.....	533,400	533,400	533,400	458,907		
Deferred charges.....	108,233					
<b>Total Assets.....</b>	<b>\$95,190,066</b>	<b>\$94,042,098</b>	<b>\$96,014,613</b>	<b>\$99,303,054</b>	<b>\$106,937,649</b>	<b>\$118,997,413</b>
<b>Liabilities:</b>						
Preferred stock.....	\$30,000,000	\$30,000,000	\$30,000,000	\$30,000,000	\$30,000,000	\$30,000,000
†Common stock.....	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Accounts and wages payable.....	899,740	945,732	630,365	1,982,536	1,777,226	9,569,314
Provision for taxes.....					132,057	556,080
Dividends payable July 1.....						9,569,314
Insurance reserve.....	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Res. for deprec., maint., etc.....	3,975,466	2,031,602	1,012,642	212,642	212,642	212,642
Employees' reserve.....	62,208	62,208	62,208	62,208	62,208	62,208
Reserve for common dividends.....	2,983,495	2,983,495	2,983,495	2,983,495	3,133,495	5,533,495
Reserves for contingencies.....	1,218,599					
Earned surplus account.....	24,550,557	26,519,071	29,825,903	32,637,173	39,445,021	40,138,674
<b>Total.....</b>	<b>\$95,190,066</b>	<b>\$94,042,098</b>	<b>\$96,014,613</b>	<b>\$99,303,054</b>	<b>\$106,937,649</b>	<b>\$118,997,413</b>

	1935	1934	1933	1932	1931	1930
Current assets .....	\$18,660,830	\$21,805,081	\$23,771,512	\$27,103,993	\$34,925,706	\$46,376,579
Current liabilities .....	899,740	945,722	630,365	2,607,536	2,584,283	11,559,394
Working Capital .....	\$17,761,090	\$20,859,359	\$23,141,147	\$24,596,457	\$32,341,423	\$35,026,185

‡ At cost or less, and not in excess of market value. \* 1935, 1934 and 1933, 10,550 preferred and 600 common shares, at cost; 1932, 7,400 preferred and 600 common shares. † At cost; market value, \$3,645,792. § After reserve. Includes \$1,799,329 maturing subsequent to one year. \*\* At cost or less: market value, \$1,403,687. †† Notes and accounts receivable of affiliated companies, less reserve. ‡‡ Current assets for year ending in 1935 contains \$1,799,329 notes receivable

**Capital Stock: 1. American Car and Foundry Co. 7% non-cum. preferred:** Authorized, \$30,000,000; outstanding, \$28,946,000; in treasury, \$1,055,000; par \$100. (See note below.) Has preference as to assets and non-cumulative dividends. In liquidation entitled to par. Not callable. Each preferred share entitled to one vote. Regular dividends paid quarterly, Jan. 1, etc., from organization through July 1, 1932; none thereafter to Apr. 1, 1936.

**2. American Car and Foundry Co. common:** Authorized, 600,000 shares; outstanding, 599,400 shares; in treasury, 600 shares; no par (changed from \$100 par in Mar., 1925; two new shares issued for each old share). Holders of common entitled to one vote for each two shares held. Dividends paid on old stock (par \$100): 1901 and 1902, 2% each; 1903, 3%; 1904, 3%; 1905 and 1906, none; Jan. and April, 1907, ½% each; July, 1907, to April, 1908, inclusive, 1% quarterly; July, 1908, to 1916, incl., ½% quarterly; 1917, 1% regular and 1% extra; Jan., 1918, 2% and quarterly thereafter to July, 1919, incl.; Oct. 1, 1919, 3% and quarterly thereafter to April 1, 1925, incl. On no par shares paid \$1.50 per share July 1, 1925, and quarterly thereafter to Jan. 1, 1931, incl.; Apr. 1, 1931, 75 cents; July and Oct. 1, 1931, 25 cents; none thereafter.

Transfer Agent: Guaranty Trust Co., New York. Registrar: Central Hanover Bank & Trust Co., New York. Both classes listed on New York and Amsterdam Stock Exchanges. Number of stockholders, March 31, 1936: Preferred, 6,265; common, 9,696.

**SUBSCRIPTION RIGHTS:** Common stockholders of record Jan. 29, 1926, were given right to subscribe for 150,000 class A and 75,000 class B shares of the Brill Corp. in units of 2 class A shares and one class B share at \$122 per unit, on basis of one unit for every 8 American Car & Foundry Co. common shares held. Rights expired Feb. 15, 1926.

**NOTE:** Under the articles of incorporation, the board of directors has power, independent of the stockholders, to mortgage, sell or otherwise dispose of any or all of the property of the company, but no sale of all the property may be made without the assenting vote of at least two-thirds of the Board of Directors.

## THE BRILL CORPORATION

(Controlled by American Car & Foundry Co.)

**History:** Incorporated in Delaware, Jan. 26, 1926. Owns over 99% of the preferred and common stock of J. G. Brill Co. and over 50% of preferred and 70% of common stock of American Car & Foundry Motors Co., latter in turn owning entire capital stock of Hall-Scott Motor Co. (of Cal.) and Fageol Motors Co., of Ohio. Hall-Scott Motor Car Co. manufactures and markets gasoline motors for motor buses, trucks, marine equipment and aeroplanes.

**Details of Acquisition:** The stock of American Car & Foundry Motors Co. was transferred to Brill Corp. by American Car & Foundry Co. (N. J.), latter agreeing to purchase or underwrite sufficient class A shares of Brill Corp. to complete consolidation and provide additional working capital. As consideration, American Car & Foundry Co. (N. J.) received \$1,500,000 in cash and all authorized class B shares of Brill Corp. not required for exchange for stock of J. G. Brill Co. under the plan. American Car & Foundry Co. (N. J.) thus acquired more than a majority of voting class B stock of The Brill Corp. Holders of preferred and common stocks of J. G. Brill Co. were offered right to exchange for stock of The Brill Corp., or receive \$110 cash for each share of preferred and \$125 cash for each share of common. For full details of exchange of stock see under J. G. Brill Co. on a subsequent page.

**Management:** Officers: C. J. Hardy, Pres.; G. R. Scanland, Vice-Pres. and Treas.; F. A. Stevenson, Asst. to Pres.; H. C. Wick, Sec., New York; Hardy, Scanland & Hardy, General Counsel. Directors: G. R. Scanland, W. M. Hager, C. J. Hardy, W. C. Dickerman, W. J. Cummings, F. A. Stevenson, H. W. Wolf, J. H. Platten, W. H. Kern, N. A. Scanland, E. L. Oerter. **Annual Meeting:** First Friday in May, in New York. **Office:** 30 Church St., New York.

### COMPARATIVE INCOME ACCOUNT, YEARS ENDED DEC. 31

(Based on cost of invest. in underlying cos.)

	1935	1934	1933
Interest received .....	\$17,773	\$16,933	\$10,611
Profit on sale of securities .....		6,273	
Total income .....	17,773	23,206	10,611
Administrative expenses .....	15,594	13,197	8,762
Federal income tax .....		181	
Net income .....	2,018	9,051	1,850
	1935	1934	1933
Earned per sh., pref. . . . .	\$0.05	\$0.24	\$0.05
* Earned per sh., cl. A. . . . .	(d)1.19	(d)1.16	(d)0.57
No. pref. sh. . . . .	37,184	37,184	37,184
No. cl. A. shares. . . . .	217,283	217,283	217,283

\* Priority basis.

### COMPARATIVE BALANCE SHEET, AS OF DEC. 31

	1935	1934	1933
<b>Assets:</b>			
Investments (cost) .....	\$15,866,814	\$15,859,914	\$15,859,914
Cash .....	115,754	71,235	22,182
U. S. Government bonds .....	326,249	28,550	228,250
Accrued interest .....			4,391
Notes receivable .....	217,500	322,142	
Organization expense .....	99,826	99,631	99,477
<b>Total .....</b>	<b>\$16,326,143</b>	<b>\$16,379,172</b>	<b>\$16,314,214</b>
<b>Liabilities:</b>			
Preferred stock .....	\$3,718,400	\$3,718,400	\$3,718,400
* Common stock .....	8,000,000	8,000,000	8,000,000
Accrued taxes, etc. ....	2,691	3,995	1,330

maturing subsequent to one year; for years 1934 and prior, includes notes and accounts receivables not current—amounts not stated. § After reserve.

Notes: (1) 1932, 1933, 1934 and 1935 statements certified by Ernest W. Bell & Co.  
(2) Contingent liability at Apr. 30, 1935: \$425,000 (1934, \$500,000), \$500,000 for guaranteed bank loan of Hall-Scott Motor Car Co.

	1935	1934	1933
Unearned interest .....		54,642	
Surplus .....	\$4,605,052	4,603,035	4,593,384

Total .....

Based on cost of investments in underlying companies, which was \$7,234,712 in excess of their values as determined from Dec. 31, 1935 balance sheets; see note (†).

Represented by 217,288 class A and 400,000 class B no par shares.

Consists of 45,684 preferred and 47,942 common shares of J. G. Brill Co.; 24,097 preferred and 200,000 common shares of American Car & Foundry Motors Co. Book value of investments at Dec. 31, 1935, as determined from balance sheets of underlying companies, \$8,632,102.

Par value, \$25,000; market value, Dec. 31, 1935, \$26,382.

Participation in notes receivable, including unearned interest maturing 1936-40, with chattel mortgages held as collateral. Due subsequent to 1935, \$167,500.

Notes: (1) Dividends on preferred stock deferred since Sept. 30, 1932. (2) Accounts certified by Lybrand, Ross Bros. & Montgomery.

**Capital Stock: 1. The Brill Corp. 7% cum. preferred:** Authorized, \$8,500,000; outstanding, \$3,718,400; par \$100. Has preference as to assets and dividends. In liquidation entitled to par and dividends. Callable at any time at 110 on 30 days' notice. Has no voting power, except that consent of at least 75% of outstanding preferred is required before any security having priority or on a parity with preferred stock can be created. No sinking fund. Initial dividend of \$1.16% (covering two months) paid June 1, 1926. Regular dividends paid thereafter quarterly Mar. 1, to Sept. 2, 1932, incl.; none thereafter to Mar. 2, 1934 when arrears amounted to \$24.50 per share. Quoted on New York Curb Exchange.

**2. The Brill Corp. class A common:** Authorized, 225,000 shares; outstanding, 217,288 shares; no par. Has second preference as to non-cumulative dividends of \$4 per share; any dividends earned but not paid must be paid before any payments are made on class B; participates equally with class B up to \$6 per share after class B common has received \$2 per share in any year. In liquidation, entitled to \$50 per share and dividends and after class B has received \$10 per share, class A is entitled to an additional \$10 per share. Callable at any time after Jan. 26, 1929, at \$60 per share, but only, if at any time after Jan. 26, 1929, at \$60 per share, but only, if after such redemption, total net assets equal not less than twice outstanding preferred. Has no voting power. Initial dividend of \$1 per share was paid April 1, 1927, to stock of record March 15, 1927; March 4, 1928, \$1.25; March 15, 1929, \$1.50; March 15, 1930, 65 cents; March 16, 1931, 34 cents; none thereafter.

**3. The Brill Corp. class B common:** Authorized, 400,000 shares; outstanding, 400,000 shares; no par. Has sole voting power except as noted under preferred (No. 1). Controlling interest held by American Car & Foundry Co. No dividends paid.

Transfer Agent: Equitable Trust Co., New York. Registrar: Chase National Bank, New York. All classes quoted on New York Curb Exchange.

Price Range:	1935	1934	1933	1932	1931
Preferred .....	38-23	8 bid	20 bid	5 bid	8 bid
Class A .....	3 ¼-1	3 ¼-7 ½	5 ½-7 ½	2-¾	6-¾
Class B .....	1 ½-½	2 ¼-½	4 ½-¾	7-¾	1 ½-¾