

MOODY'S

INDUSTRIALS

JOHN MOODY

1946

AMERICAN AND FOREIGN

TRANSFER AGENTS—Chase National Bank, New York, and Fidelity Philadelphia Trust Co., Philadelphia.
REGISTRAR—Bankers Trust Co., New York, and Girard Trust Co., Philadelphia.
SUBSCRIPTION RIGHTS—Common stockholders of record May 31, 1927 had the right to subscribe to 6% cumulative preferred stock at \$100 per share in the ratio of .0429 of a share for each share held. Rights expired June 13, 1927.
PRICE RANGE— 1945 1944 1943
 Common..... 73½-57 64-53½ 63½-48½

SUN SHIPBUILDING & DRY DOCK COMPANY

(Controlled by Sun Oil Co.)

History: Incorporated under the laws of Pennsylvania May 24, 1916, as Sun Shipbuilding Co.; name changed as above in Jan., 1923.
Business: Originally engaged in the construction of cargo vessels; charter amended in Jan. 1923 to permit buying, selling, chartering, owning, operating and repairing ships.
 In 1945 the shipyard delivered 55 sea-going ships, compared with 81 in 1944; 73 in 1943; and 46 in 1942.
Properties: Upon nation's entry in war, had eight concrete and steel shipways, capable of building 560-foot vessels; and two 10,000-ton floating dry docks which accommodate vessels 600 feet in length and of 15,000 d. w. tonnage.

Employee Stock Purchase Plan: On June 8, 1925, stockholders granted the trustees of the stock purchase plan for employees an option to acquire 100,000 shares of company common at prices to be fixed by directors from time to time. Trustees are not obligated to purchase stock from company but to do so from time when market price is greater than price fixed by directors. Such purchases to Dec. 31, 1944 have totaled 23,192 shares, the 2,434 shares bought in 1939 having commanded a price of \$62 a share.
 In April, 1946 company registered 100,000

additional no par common shares with the SEC, together with 15,000 memberships in a stock-purchase plan for employees of company and designated subsidiaries. Under the plan, employees with more than one year's service may participate in plan and contribute up to 10% of their annual compensation. Contributions under the plan will be used by administrative trustees to purchase company's common stock, principally on open market at not exceeding market price, but it is not anticipated that trustees will purchase more than 50,000 shares for members of the 1946 plan.

Annual Meeting: Third Tuesday in Jan.
No. of Employees: In 1945 ranged from 11,800 to 26,157.

Office: Chester, Pa.
Branch Offices: New York and Philadelphia.
Earnings, years ended Dec. 31:

	Gross Business	Net Income
1945.....	\$167,999,476	\$4,493,030
1944.....	275,549,666	3,301,568
1943.....	231,254,431	3,620,142
1942.....	154,569,750	3,128,155

Capital Stock: 1. Sun Shipbuilding & Dry Dock Co. stock; par \$100.
 Authorized, 40,000 shares; outstanding, 35,000 shares; par \$100. All held by Sun Oil Co.

AMERICAN CAR AND FOUNDRY COMPANY

CAPITAL STRUCTURE

Issue	Par Value
1. 7% non-cum. preferred.....	\$100
2. Common.....	No par
①Fiscal years. ②Excludes \$0.9219 payable to holders of record Feb. 15, 1943 paid Nov. 18, 1944 under court ruling.	

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-Penninsula 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.; Pen-nock 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 incorporation the following plants: Bloomburg Car Mfg. Co., Bloomburg, 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.

Acquired as of Jan. 1, 1939, entire capital stock of American Welding Co., formerly a wholly owned subsidiary of Shippers Car Line Corp., a subsidiary (see appended statement).

In Jan., 1946, holdings in ACF-Brill Motors Co., an affiliate company, were sold to Consolidated Vultee Aircraft Corp. for approximately \$7,500,000.

SUBSIDIARIES

This is both an operating and holding company. As of April 30, 1945, 100% of the voting power was held in the following subsidiaries:
 Name, place of incorporation and business: Carter Carburetor Corp., Del., makes automobile carburetors.

①American Welding Co., Del., welded tanks and containers.
 Jackson & Sharp Co., inactive.
 ②Railway Equipment Co., of Argentina, Argentina, sales agent.

Material Rodante E Tracao "Acfalco" S. A. (formerly Railway Equipment Co. of Brazil), Brazil, sales agent.

Railway Equipment Co., of Cuba, Cuba, sales agent.

American Car and Foundry Investment Corp., Del., holding company.

American Car and Foundry Securities Corp., N. Y., holds customers notes.

American Car and Foundry Export Co., Del., foreign business of parent company.

American Car and Foundry Co., Ltd. (England), inactive.

Subsidiaries in which voting power held was less than 100% were:

INCOME ACCOUNTS

	1945	1944
①Sales, less discounts & allowances.....	\$199,755,179	\$218,834,838
②Cost of sales.....	164,078,598	184,017,984
③Selling, gen. and admin. exp.	7,928,105	6,725,674
④Depreciation & amortization.....	4,157,870	5,436,882
Operating profits.....	23,590,606	22,654,349
Dividends received.....	139,128	91,122
Interest from affiliates.....	230,427	392,472
Other interest and discount.....	1,005,487	1,099,319
Royalties.....	7,221	4,053
Miscellaneous other income.....	9,457	6,912
Total income.....	24,982,327	24,248,226

Amount	①Earned per Sh.	①Divs. per Sh.	Call Price	Price Range
Outstanding	1945 1944	1945 1944	1945 1944	1945 1944
289,450 shs.	\$21.89 \$19.32	②\$7.00 ②\$7.00	N.C.	127-96 127-15
599,400 shs.	7.18 5.95	2.50 2.00	---	67½-39' 67½-3½

Name, place of incorporation and business: Shippers' Car Line Corp., N. Y. (97%) see appended statement.

Acme Tank Car Corp.

Kansas City Car Corp.

①Dissolved as of Dec. 31, 1945.

②Liquidated during 1945.

BUSINESS AND PRODUCTS

This is a leading manufacturer of railroad equipment, the parent company specializing particularly in the manufacture of railway freight cars of all types for domestic and foreign service, and also producing railway passenger cars. Broadly, directly and through its subsidiaries, the company engages in the manufacture of railway cars of all types, classes and construction; street and subway cars; car wheels, merchant bar iron, castings, forgings; repair parts; interior woodwork; car floats; motor boats; gasoline engines; gas-electric operated railroad cars; motor buses, motor trucks and motor-driven rail cars; and automobile carburetors. The company also makes repairs to railway cars.

Carter Carburetor Corporation, subsidiary, is a leading automobile carburetor maker, its products being installed in 1940 models of Chevrolet, De Soto, Graham, Hudson, La Salle, Nash, Oldsmobile, Plymouth, Pontiac, Willys, and in some models of Cadillac, Chrysler, and Studebaker.

The subsidiary, Shippers' Car Line Corp. (statement appended) is engaged in the owning, operating and leasing of railway tank cars.

PLANTS & PROPERTIES

Plants of the parent company and the general character of activity of these plants are noted below. These do not include plants of subsidiaries with separate statements shown elsewhere. The plant of the Carter Carburetor Corp., a subsidiary, is located at St. Louis, Mo.

Location of Plant	General Character
Berwick, Pa.	Passenger, freight and mine car plant—iron foundry—rolling mill.
Buffalo, N. Y.	Freight car plant—iron foundry.
Carbondale, Pa.	Welded tanks.
Chicago, Ill.	Freight car plant—iron foundry.
Detroit, Mich.	Freight car plant—iron foundry.
Huntington, W. Va.	Freight and mine car plant—iron foundry.
Jeffersonville, Ind.	Passenger car plant.
Madison, Ill.	Freight car plant—iron foundry.
Milton, Pa.	Tank car plant—pressed steel containers.
St. Charles, Mo.	Passenger car plant.

Location of Plant
 St. Louis, Mo.

Terre Haute, Ind.
 Mine car plant—iron foundry.

Wilmington, Del.
 Passenger car plant—architectural woodwork mill—ship yard.

The freight car plants at Depew, N. Y., Indianapolis, Ind., and Memphis, Tenn., have not been operated for several years and have been partially dismantled, the equipment being transferred to other plants of the company.

Plants of subsidiaries are noted in appended statements.

MANAGEMENT

Officers
 Charles J. Hardy, Chairman
 Frederick A. Stevenson, President
 Charles J. Hardy, Jr., Vice-President
 E. J. Finkbeiner, Vice-President
 A. A. Borgading, Vice-Pres. (Purchases)
 E. D. Campbell, Vice-Pres. (Engineering)
 J. A. V. Schreckenbach, Vice-President
 R. A. Williams, Vice-Pres. (Sales)
 P. A. Hollar, Vice-President
 W. L. Richeson, Vice-President
 Fredk. H. Norton, Vice-President
 Howard C. Wick, Secretary
 L. P. Philp, Assistant to Chairman
 Lester A. Blackford, Treasurer
 Elsworth S. Block, Auditor
 A. H. Wobbe, Comptroller
 J. M. Reibel, Advertising Manager
 W. J. Bueke, Export Manager

Executive Committee
 John E. Rovensky, Chairman
 Charles J. Hardy
 W. C. Dickerman
 John Sherman Hoyt
 W. J. Cummings
 H. C. Wick, Exec. Asst.

Directors
 W. J. Cummings, Chicago
 W. C. Dickerman, New York
 C. J. Hardy, New York
 C. J. Hardy, Jr., New York
 J. S. Hoyt, New York
 M. S. Mackay, New York
 E. L. Nye, New York
 W. L. Stancliffe, New York
 J. E. Rovensky, New York
 R. A. Williams, New York

Annual Meeting: Last Thursday in August.
Number of Stockholders: Dec. 31, 1945, preferred, 6,720; common, 8,527.

Number of Employees: Dec. 31, 1945, 10,778.

General Office: 30 Church St., New York 7, N. Y.

Corporate Office: 117 Main Street, Flemington, N. J.

	1945	1944	1943	1942	1941	1940	1939
①Sales, less discounts & allowances.....	\$199,755,179	\$218,834,838	\$239,275,689	\$216,336,568	\$67,192,012	\$35,795,090	\$23,853,517
②Cost of sales.....	164,078,598	184,017,984	244,122,309	151,532,772	52,946,536	30,312,034	20,566,967
③Selling, gen. and admin. exp.	7,928,105	6,725,674	6,614,570	6,605,852	4,437,398	3,954,536	3,800,439
④Depreciation & amortization.....	4,157,870	5,436,882	6,021,000	5,133,543	2,954,976	1,971,501	1,597,319
Operating profits.....	23,590,606	22,654,349	32,517,810	53,064,401	6,853,103	4,442,981	4,211,208
Dividends received.....	139,128	91,122	20,997	18,691	18,691	22,248	11,636
Interest from affiliates.....	230,427	392,472	345,536	315,766	336,103	395,654	297,295
Other interest and discount.....	1,005,487	1,099,319	1,185,479	709,488	442,346	356,621	297,421
Royalties.....	7,221	4,053	7,977	77,899	172,350	91,538	81,954
Miscellaneous other income.....	9,457	6,912	242,313	107,206	100,024	93,877	27,981
Total income.....	24,982,327	24,248,226	34,318,829	54,295,757	7,822,616	516,958	4,194,921

INCOME ACCOUNTS (cont'd)

	1945	1944	1943	1942	1941	1940	1939
Royalties paid	463,679	420,449	780,815	302,433	155,124	99,947	81,215
Misc. other deductions	772,332	808,175	1,107,392	710,386	411,435	218,371	63,513
Balance							
Prov. for Fed. inc. and surtax	23,746,315	23,019,602	32,430,621	53,282,939	7,356,057	198,641	41,539,649
Excess profits taxes	2,134,779	2,267,000	2,168,892	9,193,697	2,127,927	209,418	123,044
Provision for contingencies	15,276,395	15,160,770	23,206,010	29,313,865	67,000		
Net income to surplus			2,000,000	5,500,000			
Surplus beginning of year	6,335,141	5,591,832	5,055,719	9,275,377	5,161,130	410,777	41,662,692
Preferred dividends	34,700,964	31,135,283	33,390,872	27,031,823	22,377,231	22,388,008	24,050,700
Common dividends	2,026,150	2,026,150	4,425,691	2,616,628	506,538		
Common dividends chgd. to res.	1,498,500	1,198,800	599,400	599,400			
Renegotiation refund		cr 1,198,800	cr 599,400	cr 299,700			
Surplus end of year			2,885,617				
SUPPLEMENTARY P. & I. DATA	\$37,511,456	\$34,700,964	\$31,135,283	\$33,390,872	\$27,031,823	\$22,377,231	\$22,388,008
Maintenance and repairs	\$8,624,743	\$6,480,567	\$8,987,333	\$8,566,652	\$3,959,080	\$1,820,176	\$1,036,573
Taxes (other than income)	2,749,506	2,855,874	3,446,702	3,362,685	1,320,051	881,432	679,359
Parent company's net income	\$4,666,171	\$4,500,205	\$4,358,487	\$8,449,777	\$3,734,925	\$447,449	\$2,059,245

After including dividends from consolidated group subsidiaries: 1945, \$10,200; 1944, \$10,200; 1943, \$10,200; 1942, \$452,750; 1941, \$7,650; 1940, \$601,200; 1939, \$328,200.

Includes related portions of items shown under "Supplementary p. & i. data" below statement.

Principal "Misc. other deductions" follow: 1945: Loss on property retirements, \$311,484; interest, \$175,900. 1944: Loss on property retirements, \$351,937; interest, \$388,954. 1943: Loss on property retirements, \$919,093. 1941: Loss on property retirements, \$245,730. 1940: Interest paid, \$57,997; loss on property retirements, \$99,963.

Includes amortization of expenditures for extension of plant facilities under National

Defense program: 1945, \$2,170,665; 1944, \$3,356,605; 1943, \$3,975,340; 1942, \$3,009,280; 1941, \$1,002,764.

Provision for contingencies including possible tax and other adjustments.

After deducting post-war credits: 1945, \$1,696,800; 1944, \$1,684,530; 1943, \$2,500,000.

1945: \$3.50 per share out of earnings for year ended April 30, 1944, and \$3.50 per share out of earnings for year ended April 30, 1945.

1944: \$3.50 per share out of earnings for year ended April 30, 1943 and \$3.50 per share out of earnings for year ended April 30, 1944.

1943: \$3.50 per share out of earnings for year ended April 30, 1943; \$3.50 per share out of earnings for year ended April 30, 1942; \$1.29 per share out of earnings for year ended April 30, 1941.

1942: \$7.00 per share out of earnings for year ended April 30, 1936.

1943: After deducting \$5,500,000 contingency reserve.

1944: After giving effect to adjustments (estimated) of sales prices through renegotiation.

Includes social security taxes: 1945, \$496,346; 1944, \$455,804; 1943, \$466,733; 1942, \$368,600; 1941, \$173,458; 1940 and prior years, not available.

General Note: Renegotiation of war contracts—1945-44: Estimated effect of renegotiation is reflected in income account for that year, 1943: Renegotiation completed and results substantially justified estimated figures included in 1943 income account. 1942: Net refund of \$2,885,617 for fiscal year was charged to 1943 fiscal year earned surplus.

BALANCE SHEETS

COMPARATIVE CONSOLIDATED BALANCE SHEET, AS OF APRIL 30
(Taken from reports to Securities and Exchange Commission; including wholly-owned subsidiaries)

	1945	1944	1943	1942	1941	1940	1939
ASSETS							
Cash	\$15,940,168	\$19,719,039	\$24,612,257	\$15,929,375	\$10,464,221	\$8,578,572	\$4,381,680
Mkts. secs. (cost or less)	2,862,578	2,013,760	1,643,504	1,031,732	1,252,793	1,819,212	1,643,743
U. S. Govt. secs. (cost)	69,373,604	57,172,231	73,619,110	12,575,743	27,331	27,331	27,356
Notes receivable (net)	757,021	1,523,763	2,447,204	3,080,188	2,202,801	1,829,185	1,920,602
Accounts receivable (net)	13,068,815	20,615,864	18,553,785	25,684,582	8,835,049	7,082,968	7,907,969
Inventories	29,551,416	36,834,969	48,078,272	37,353,798	22,503,842	9,269,828	3,295,443
Adv. payments for materials	48,093	197,381	281,656	268,314	997,824		
Total current assets	131,601,695	138,077,007	169,235,788	95,923,736	46,283,860	28,607,097	19,179,797
Spec. deposits (U. S. Govt. contracts)	3,361,308	6,054,730	21,679,088	22,925,154	94,432	94,432	103,924
Securities of affiliate (net)	6,543,653	601,519	274,564	169,687	169,312	171,055	175,108
Miscellaneous securities (net)	175,052	180,409	173,772	2,950,820	2,812,210	4,905,319	5,804,577
Rec. of affiliates (net)	81,479	4,502,172	4,729,736	50,292,137	78,345,091	72,102,538	74,682,423
Post-war refund-excess profits tax	5,881,330	4,184,530	2,500,000	533,400	29,935,960	27,864,475	10,640,885
Property, plant & equipment	85,617,163	84,977,949	84,906,960	84,513,988	49,409,131	44,238,062	64,041,540
Less: Depreciation reserve	46,518,872	43,264,589	38,740,013	34,221,851	29,935,960	27,864,475	10,640,885
Net property account	39,098,290	41,713,360	46,166,948	50,292,137	49,409,131	44,238,062	64,041,540
Intangibles	19,021,892	19,081,403	19,041,126	19,048,219	49,409,131	44,238,062	64,041,540
Treasury stock (at cost)	533,400	533,400	533,400	533,400	533,400	533,400	533,400
Prepaid taxes, insurance, etc.	486,119	343,613	430,945	237,333	224,981	101,911	150,996
Total	\$206,784,218	\$215,221,783	\$264,765,366	\$192,174,919	\$118,587,697	\$97,707,627	\$89,989,342
LIABILITIES							
Accounts payable	\$9,301,416	\$8,938,265	\$7,792,413	\$12,715,725	\$7,205,998	\$3,694,168	\$980,632
Accrued payrolls	3,638,098	2,067,446	1,141,437	1,500,129	634,502	284,778	131,036
Accrued taxes, etc.	77,043,754	87,825,420	135,344,109	40,392,214	2,708,191	606,832	419,184
Bills payable (banks)			84,313	1,346,015	10,000,000	4,500,000	
Advance contr. payments	71,398	5,621,017		599,400	5,333,410		
Common divs.—Payment enjoined							
Total current liabilities	90,054,666	104,452,148	144,362,272	56,553,484	25,882,101	9,095,878	1,530,852
Advances on Govt. contracts	6,192,200	9,432,740	22,016,000	31,663,465	1,500,000	1,500,000	1,500,000
Insurance reserve	735,745	735,745	1,934,545	2,533,945	2,833,645	2,833,645	2,833,645
Reserve for common dividends	12,290,151	5,900,187	5,317,266	6,533,153	1,340,128	1,900,874	1,736,838
Reserve for contingencies	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Preferred stock (\$100 par)	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Common stock	37,511,456	34,700,964	31,135,283	33,390,872	27,031,823	22,377,231	22,388,008
Earned surplus							
Total	\$206,784,218	\$215,221,783	\$264,765,366	\$192,174,919	\$118,587,697	\$97,707,627	\$89,989,342

	1945	1944	1943	1942	1941	1940	1939
PROPERTY ACCT.—ANALYSIS							
Additions at cost	\$1,996,158	\$1,359,655	\$2,840,146	\$6,742,644	\$9,154,325	\$1,431,501	\$676,258
Retirements or sales	1,356,944	1,288,666	2,447,174	1,573,747	1,911,772	486,871	20,426
Other additions							564,466
Other reductions							6,683
DEPREC. RESERVE—ANALYSIS							
Additions charged to p. & i.	\$4,157,870	\$5,436,832	\$6,021,000	\$5,133,543	\$2,954,976	\$1,971,501	\$1,597,319
Retirements or sales	903,587	912,256	1,502,838	836,217	883,490	268,132	242
Other additions							
Other reductions							

1939: Represent additions to fixed assets through acquisition of American Welding Co.

At cost or less and after deducting reserves: 1939, \$5,820,330; 1940, \$5,642,724; 1941, \$6,217,884; 1942, \$6,460,195; 1943, \$5,736,541; 1944, \$5,368,134; 1945, \$3,007,117. Market value: 1939, \$1,758,186; 1940, \$1,952,034; 1941, \$1,313,926; 1942, \$1,043,870; 1943, \$1,757,346; 1944, \$2,178,575; 1945, \$3,279,756.

1945-43: Includes amount due on renegotiation of U. S. contracts.

After \$6,112 unearned interest and \$300,000 reserve in 1945. Includes notes receivable due beyond one year: 1939, \$1,474,553; 1940, \$1,499,554; 1941, \$1,766,861; 1942, \$2,445,636; 1943, \$1,948,082; 1944, \$920,043; 1945, \$712,116—these notes are carried as current assets because they are readily marketable.

After reserves (1945, \$200,000).

At cost or less and not in excess of market. 1945: Work in process, \$22,758,382; finished goods, \$867,852; raw materials, \$4,633,495; operating supplies, \$1,291,686; total, \$29,551,416.

At cost or less and after following reserves: 1939, \$1,891,073; 1940, \$1,900,564; 1941, \$1,895,818; 1942, \$1,963,718; 1943, \$1,830,842; 1944, \$1,622,967; 1945, \$662,582.

1945: Investments, before reserves, comprised of ACF-Brill Motors Co. (445,139 9/10 common shares, \$4,150,718; 6% debenture bonds, 1969, \$2,004,012; 190,464 1/2 warrants, \$931,593); \$7,086,323; Shippers' Car Line Corp. (\$91 1/2 shares, class B), \$119,912; total, \$7,206,235.

At cost or less and after following reserves: 1939, \$280,082; 1940, \$279,784; 1941, \$274,022; 1942, \$273,694; 1943, \$267,234; 1944, \$260,595; 1945, \$132,414.

After reserves: 1945, none; 1944, \$4,000,000.

An inventory of property, plant and equipment was made by Coverdale & Colpitts, consulting engineers, as of April 30, 1939. As a result of classification and adjustment based upon this inventory, book value of property, plant and equipment was decreased by \$3,346,060 and depreciation reserve was increased \$15,520,221. Total necessary adjustment amounted to \$18,866,280, which amount has been charged to Intangibles.

1945: Book Values Reserves

Land ----- \$6,566,283

Land improve. ----- 1,028,649

Dies, patt., etc. ----- 7,626,055

General improve. ----- 1,461,779

1,032,553

1945: Structures A ----- 13,890,823

Structures B ----- 3,822,918

Structures C ----- 2,281,706

Structures D ----- 118,657

Mchy. & equip. A ----- 28,708,811

Mchy. & equip. B ----- 164,479

Mchy. & equip. C ----- 1,735,706

Mchy. & equip. D ----- 492,802

Mchy. & equip. E ----- 386,983

Mobile equip. ----- 234,708

Marine equip. ----- 5,317

Distr. systems ----- 3,139,154

Commun. systems ----- 72,686

Meters, gauges, etc. ----- 95,956

Constr. in progr. ----- 290,496

Defense facilities. ----- 13,493,193

13,493,193

Total ----- \$85,617,163

Comprises 10,550 preferred and 600 common shares in all years.

Represented by 600,000 no par shares which include treasury stock (see note [B] above).

1940: Adjustment based upon inventory of May 1, 1939, now shown separately, \$178,457; total, \$3,524,517.