

MOODY'S INDUSTRIAL MANUAL

AMERICAN and FOREIGN

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Statistical Record, Fiscal Years (cont'd)

	1956	1955	1954	1953	1952	1951	1950
Fixed charges earned:							
Before Federal income taxes	5.63	7.43	12.71	18.83	44.37	47.90	28.91
After Federal income taxes	4.37	5.10	12.55	10.67	20.95	27.94	18.33
Times chgs. & pfd. div. earned	1.06	1.61	2.28	2.71	2.84	3.58	2.26
Net tang. assets per \$1,000 lg. tm. debt	\$7,274	\$6,861	\$6,312	\$5,734	\$5,053	\$4,163	\$7,155
Net curr. assets per \$1,000 lg. tm. debt	\$3,315	\$3,147	\$2,650	\$2,863	\$2,819	\$1,055	\$3,420
Numbr of shares—6% partic. pfd.	213,052	213,052	213,052	213,052	213,052	213,052	213,052
—common	508,872	496,622	456,122	454,122	456,122	456,122	456,122
Financial and Operating Ratios							
Current assets ÷ current liabilities	6.24	6.22	3.47	4.73	6.05	3.99	4.84
% cash & securities to current assets	15.05	17.63	8.99	13.06	19.90	29.52	24.33
% inventory to current assets	42.64	41.63	49.61	48.87	34.23	3.23	43.94
% net current assets to net worth	53.82	53.69	49.78	60.43	66.89	56.41	51.66
% property depreciated	54.11	52.78	50.10	52.83	54.56	54.03	53.22
% ann. depr. & depl. to gross prop.	4.47	5.03	4.16	4.46	4.43	4.22	3.90
Capitalization:							
% long term debt	13.75	14.53	15.77	17.44	19.18	12.31	12.83
% preferred stock	35.46	36.36	36.81	37.93	39.64	46.81	50.24
% common stock & surplus	43.79	43.06	47.33	44.63	41.18	40.98	36.87
Sales ÷ inventory	5.14	5.81	5.05	4.72	4.87	5.83	5.23
Sales ÷ receivables	5.19	5.96	6.06	6.06	6.52	6.91	7.25
% sales to net property	249.44	278.24	281.74	322.70	347.70	332.53	264.50
% sales to total assets	109.56	121.34	120.01	128.54	130.10	128.59	116.03
% net income to total assets	2.15	3.77	5.34	6.60	6.71	9.04	6.54
% net income to net worth	4.74	4.82	7.43	9.09	9.55	12.65	8.42
Pfd. dividends times earned	1.03	1.83	2.83	3.30	3.13	3.95	2.43
Analysis of Operations							
Net sales	100.00	100.00	100.00	100.00	100.00	100.00	100.00
Cost of sales	87.45	86.31	81.10	82.85	81.83	78.53	80.79
Selling, general and other expense	7.60	7.43	6.90	6.53	6.93	5.54	6.24
Depreciation and depletion						12.16	3.15
Operating profit	4.92	6.26	9.00	10.62	11.97	15.12	9.83
Other income	0.17	0.60	0.03	0.10	0.26	0.51	0.05
Total income	5.09	6.86	9.03	10.72	12.23	15.63	9.88
Interest in bank loans, etc.	0.53	0.76	0.65	0.53	0.26	0.26	0.32
Income deductions	1.81	1.13	0.83	0.73	0.71	0.52	0.50
Net income before income taxes	2.70	4.92	7.53	9.46	11.20	14.85	9.02
Income taxes and surtax	0.74	1.81	3.34	4.93	6.04	7.82	3.42
Net income	1.96	3.11	4.24	5.13	5.16	7.03	5.63

For amount of annual depreciation used in figuring ratio see "Depreciation Reserve—Analysis" under balance sheet.

After deducting preferred and participating preferred dividends in arrears.

Participating basis

Priority basis; on participating basis earned per share preferred would be: 1950-55, \$6.00; 1954, \$7.26; 1953, \$9.12; 1952, \$7.81; 1951, \$9.31; 1950, \$6.53.

For calendar years ended 6 months after fiscal years.

LONG TERM DEBT

1. 3½% Notes, due 1954-55:
Outstanding, June 30, 1956, \$3,500,000. Issued under loan agreement with Metropolitan Life Insurance Co. Interest at 3½% per annum and repayable in 10 equal annual installments beginning May 1, 1954.

Under the agreement company, covenants to maintain consolidated net current assets of \$1,500,000 and not to pay dividends in excess of 75% of consolidated net income during term of loan. At June 30, 1956, \$5,250,000 of earned surplus was not so restricted.

2. 4% Notes, due 1955-57:
Outstanding, June 30, 1956, \$5,000,000, evidenced by 4% notes, repayable \$500,000 each June 15, 1955-57. Notes may not be prepaid before July 1, 1957 unless concurrently equal amount of 1955 notes above are prepaid. Proceeds for improvements and additional working capital.

Company will not pay dividends in excess of 75% of net income after June 30, 1951, plus \$1,000,000.

Purchase Notes: Outstanding, June 30, 1956, \$51,368 (including \$21,568 current installment). Issued for additional phosphate rock lands.

CAPITAL STOCK

1. Virginia-Carolina Chemical Corp. 6% cumulative participating preferred; par \$160; AUTHORIZED—214,440 shares; issued, 214,440 shares; outstanding, June 30, 1956, 213,052.15 shares; in treasury, 1,037.85 shares; par \$100. DIVIDEND RIGHTS—Has preference over common as to cumulative dividends of 6% annually from July 1, 1927. After common has received \$3 per share in any fiscal year entitled to participate share for share with the common in any additional dividends in such fiscal year.

DIVIDEND RESTRICTIONS—See long term debt above.

DIVIDEND RECORD—(calendar years):

Year	Dividend	Year	Dividend
1928...	\$3.00	1939...	\$1.00
1937...	1.50	1940-48	nil
1941...	1.50	1943-45	3.00
1942...	5.00	1946...	3.00
1947...	11.50	1948...	12.00
1949...	10.00	1950-56	6.00
1957...	1.50		

Initial dividend.

To Jan. 3.

Arrears, Jan. 3, 1937, \$13.50 per share.

VOTING RIGHTS—Has one vote per share. Content of at least two-thirds of then outstanding preferred stock is required to (1) increase the authorized amount (2) create any class of stock superior to or on a parity with the preferred, and (3) create any mortgage or other encumbrance.

LIQUIDATION RIGHTS—Has preference over common to \$105 per share and dividends, if voluntary, and \$100 per share and dividends, if involuntary.

PREEMPTIVE RIGHTS—None; also see under common below.

CALLABLE—On any dividend date on sixty days' notice at 105 and dividends.

SINKING FUND—None.

LISTED—New York Stock Exchange.

TRANSFER AGENTS—Bankers Trust Co., New York; State-Planters Bank of Commerce & Trusts, Richmond, Va.

REGISTRARS—Chase Manhattan Bank, New York; First & Merchants National Bank, Richmond, Va.

ISSUED—214,440 shares in 1928, see Reorganization.

2. Virginia-Carolina Chemical Corp. common; no par:

AUTHORIZED—750,000 shares; outstanding, June 30, 1956, 508,872 shares.

DIVIDEND RECORD—No dividends paid.

DIVIDEND RESTRICTIONS—See long term debt above.

VOTING RIGHTS—One vote per share, or same as preferred.

PREEMPTIVE RIGHTS—None, but in the event that directors offer any security to stockholders they must offer them either to holders of the common stock exclusively or to holders of stock of every class, and in the latter event every holder shall have the right to subscribe pro rata, share for share, with every holder of stock of any class.

LISTED—New York Stock Exchange, Unlisted trading on Pacific Coast Stock Exchange.

TRANSFER AGENTS—Empire Trust Co., New York; State-Planters Bank of Commerce & Trusts, Richmond, Va.

REGISTRARS—Marine Midland Trust Co., New York; First & Merchants National Bank, Richmond, Va.

ISSUED—453,703 shares in 1928, see Reorganization.

Reorganization: Under the reorganization in 1928, holders of the first mortgage 7% bonds, outstanding at \$24,318,000, received for each \$1,000 of principal amount and appertinent coupons \$310 cash and \$595 in prior preference stock (v.t.c.). Holders of the 7½% debentures, outstanding at \$12,250,000 received for each \$1,000 of principal amount and accrued interest \$1,225 of 6% cumulative participating preferred and 20 shares of common. Holders of the old 8% preferred stock, outstanding at 215,686 shares, received one-half share of common for each share held. Holders of the old common, outstanding at 319,805 shares, received one share of new common for each fifteen shares held.

Stock Options: Outstanding, June 30, 1956, options held by certain officers and employees on 12,250 shares, prices ranging from \$19.60 to \$20.90. Options expire in 1961.

CAPITAL STRUCTURE

ACF INDUSTRIES, INCORPORATED

(formerly American Car & Foundry Co.)

LONG TERM DEBT

Issue
1-3. Shippers' Car Line Corp.:
Debenture 3s, due 1961.....
Debenture 2½s, due 1962.....
Debenture 3½s, due 1963.....
4. 3½-4% notes payable (subs.)
due to 1959

Rating	Amount Outstanding	Charges Earned 1956 1955	Interest Dates	Call Price	Price Range 1955 1932-56
A-	\$2,050,000		A&O 1	100	100-105
A-	1,900,000		J&J 1	100	100-105
A-	1,220,000		A&O 1	100	100-105
A-	3,734,000			100	100-105

CAPITAL STOCK

Issue
1. Common

Par Value	Amount Outstanding	Earned per Sh. 1956 1955	Divs. per Sh. 1956 1955	Call Price	Price Range 1956 1932-56
\$25	1,412,081 shs.	\$6.03 \$6.62	\$1.00 \$5.00	100	67½-55 72½-31½

Fiscal years. Placed privately. See text. Outstanding Jan. 31, 1957.

HISTORY

Incorporated under the laws of New Jersey Feb. 20, 1933 as American Car & Foundry Co. Present name adopted June 1, 1954.

At incorporation acquired 13 railway car building companies and plants. Five others were acquired and consolidated at various times thereafter.

In 1951 organized certain subsidiaries for purpose of financing specific car purchases, rental and sales transactions. Any obligations incurred by such financial subsidiaries are secured by cars and leases thereon and are without recourse to company.

Subsidiaries in this group are SHPX First Corp., SHPX Second Corp., SHPX Third Corp., Amcar Corp., and Car Funding Corp. Business of these companies represents result to date of a venture begun on premise that acquisition of tank cars to be leased for long terms to industrial users should be financed with a minimum of capital investment and without engaging credit of ACF Industries, Inc.

On Apr. 20, 1953, purchased entire capital stock of Avion Instrument Corp. of Paramus, N. J., which conducts research and develops fire control and missile guidance systems,

computer elements and similar electronic devices.

In June 1954, company through W-K-M Manufacturing Co., Inc. acquired for \$7,130,838 business of W-K-M Co. of Houston, Tex. Manufacturer of high-pressure steel valves for oil field and pipe line equipment.

In 1951, company acquired Engineering & Research Corp., Riverdale, Md., producer of electronics and airplane equipment.

In Aug., 1955 acquired all assets of Key Co., for 30,000 ACF common shares. Latter produces oil refinery parts and equipment; now operated as a division.

SUBSIDIARIES

This is both an operating and holding company. As of April 30, 1936, 1937, of the voting power was held in the following subsidiaries:

Name, place of incorporation and business:

SHPX First Corp., N. Y., financing purchases, rentals and sales.

SHPX Second Corp., N. Y., financing purchases, rentals and sales.

SHPX Third Corp., N. Y., financing purchases, rentals and sales.

Amcar Corp., N. Y., financing purchases, rentals and sales.

Car Funding Corp., N. Y., financing purchases, rentals and sales.

BUSINESS AND PRODUCTS

On June 1, 1935, a new organization plan was placed in operation as part of broad program of diversification. Seven product divisions, each with own president and management, have been formed and all major operating subsidiaries have been absorbed by company, with functions and products assigned to appropriate divisions.

American Car & Foundry Division: Products include railroad rolling stock—passenger, freight, tank and mine cars—and ordnance products, including tanks, shells, bombs, etc. Also manufactures foundry and forge products, storage tanks and pressure vessels, pressed steel products and aircraft components. Sales offices are in principal cities of United States.

Avion Division: Products include aircraft engine controls, automatic weighing systems, computers, fire-control systems, guided missiles, navigational instruments and systems of production instrumentation, radar beacons, and special electronic instruments.

Carter Carburetor Division: Manufacturer of carburetors, fuel pumps and oil filters for automotive industry, as well as a stand-

by for certain types of ordnance work. Fuel injection and electric fuel pump are major targets of research and development.

Erco Division (created from Engineering and Research Corp.): Produces airframe components, countermeasures (radar warning and deception devices); machinery (forming machines and automatic riveters); missile components (fusing and arming devices); training aids (flight simulators and procedure trainers) and weapons support (trailers and handling equipment).

Nuclear Energy Products Division: Engaged in classified atomic energy work and recently also engaged in the commercial nuclear reactor field for both foreign and domestic customers.

Shippers' Car Line Division: Leases tank and special cars to industrial users. At Dec. 31, 1936 owned a fleet of more than 14,000 cars.

W-K-M Division: Manufactures high pressure steel valve for oil and gas industries. Also manufactures lubricated plug valves, KEY return bends and KEY-KAST welding fittings.

Unfilled Orders (\$), June 1:

1936..	220,000,000	1937..	277,000,000
1935..	133,500,000	1932..	383,000,000
1931..	118,000,000	1931..	349,000,000

PRINCIPAL PLANTS & PROPERTIES

Plant locations of divisions follow:

American Car and Foundry—Berwick and Milton, Pa.; Huntington, W. Va.; St. Charles and St. Louis, Mo.

Avion—Alexandria, Va. and Paramus, N. J.

Carter Carburetor—St. Louis and Olivette, Mo.

Erco—Riverdale, Md.

Nuclear Energy—Albuquerque, N. M.; Buffalo, N. Y. (two plants); research and development facility, Washington, D. C.

Shippers' Car Line—East St. Louis, Ill.

Milton, Pa.; North Kansas City, Mo., Red House, W. Va.; Smackover, Ark.

W-K-M—Missouri City, Tex.

MANAGEMENT

Officers

W. T. Taylor, Chairman
J. F. Clark, President
H. V. Booles, Vice-President
C. A. Fee, Vice-Pres. & Secretary
Rudolph Furrer, Vice-President
A. L. Kress, Vice-President
J. P. Richmond, Vice-President
J. F. Burditt, Treasurer
R. S. Tremble, Comptroller

Executive Committee

Charles J. Hardy, Jr., Chairman
J. F. Clark
W. J. Cummings
J. A. Farrell, Jr.
W. T. Taylor

Directors

Charles J. Hardy, Jr., New York
J. F. Clark, New York
W. J. Cummings, Chicago
J. A. Farrell, Jr., New York
R. Furrer, New York
G. C. Leib, New York
R. H. R. Loughborough, New York
E. L. Nye, New York
R. C. Taylor, New York
W. T. Taylor, New York
W. F. Van Deventer, New York

General Counsel: Hardy, Peal and Farrell, New York

Auditors: Price Waterhouse & Co.
Annual Meeting: Last Thursday in August.
No. of Stockholders: Apr. 30, 1936: Preferred, 2,228; common, 11,213.

No. of Employees: About 20,000.

General Office: 30 Church St., New York 8 N. Y.

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

INCOME ACCOUNTS

COMPARATIVE CONSOLIDATED INCOME ACCOUNT, YEARS ENDED APRIL 30

(Taken from reports to Securities and Exchange Commission, including wholly owned subsidiaries)

	1936	1935	1934	1933	1932	1931	1930
Sales, less discounts & allowances..	\$245,555,172	\$190,774,346	\$245,056,938	\$257,203,071	\$173,964,755	\$119,657,504	\$147,470,114
Cost of sales	201,051,590	155,618,370	208,387,822	219,772,191	141,955,474	98,766,357	133,442,982
Selling, gen. and admin. exp.	18,433,756	14,456,142	14,219,860	12,815,481	10,444,056	10,975,890	9,178,002
Research & development exp.	3,153,913	1,909,193					
Depreciation & amortization	4,657,379	4,523,197	3,892,773	4,114,574	4,311,613	3,959,371	3,800,931
Operating profits	15,238,504	14,156,439	18,670,312	20,505,823	17,253,612	5,915,056	965,259
Interest, etc.	Not stated	1,232,459	1,223,389	1,070,597	905,077	693,797	693,714
Misc. other deductions, net		cr 101,340	cr 53,705	1,524,577	1,519,906	312,333	cr 456,364
Minority interest				1,118	1,434	1,639	2,144
Balance	14,174,163	13,055,320	11,595,832	17,910,531	14,797,175	4,937,912	555,761
Prov. for Fed. inc. and surtax	6,106,600	6,200,000	8,558,191	8,967,574	7,419,056	2,261,938	119,568
Excess profits taxes			901,415	257,551	175,914		
Prov. for deferred Fed. inc. taxes			263,806				
Net income to surplus	8,067,563	6,855,320	7,718,420	8,681,976	7,202,165	2,675,914	436,191
Surplus beginning of year	43,162,412	37,682,610	37,943,093	31,319,891	26,606,932	24,275,464	44,917,204
Other surplus credits		7,121,558		4,129,378	735,745		1,026,160
10% preferred dividends		2,026,150	2,026,150	2,026,150	2,026,150	344,448	1,519,613
5% preferred dividends		628,021					
Common dividends (cash)	309,345	4,019,074	3,442,210	1,931,951	1,193,800		1,793,200
Common dividends (stock)	4,882,014		2,570,412	2,097,900			
Other surplus debits		1,823,531		135,141			18,846,250
Surplus end of year	\$15,778,035	\$13,162,412	\$37,822,650	\$37,943,093	\$31,319,891	\$26,606,932	\$24,754,404
SUPPLEMENTARY P. & L. DATA							
Maintenance and repairs	\$6,511,483	\$6,334,013	\$9,433,237	\$8,196,476	\$6,737,810	\$4,866,284	\$5,000,101
Amort. of patents			23,014	2,144	2,144		
Replace. in lieu of deprec. on dies			1,649,622				
Taxes (other than income)	4,730,917	2,924,217	3,001,810	2,859,690	2,919,085	2,231,810	2,101,477
Rents	614,135	694,618	612,347	489,190	344,267	330,691	279,203
Royalties	503,895	391,923	209,976	245,269	231,422	295,061	272,800

Includes related portions of items shown under "Supplementary P. & L. data" below

Includes operations of Avion Instrument Corp. from Apr. 20, 1933, date of acquisition

On account of accelerated depreciation

Retired in 1935.

1935-32: \$7 per share out of earnings from preceding year.

1931: \$1.19 per share out of earnings for year ended Apr. 30, 1930.

1930: \$1.75 out of earnings for year ended Apr. 30, 1929.

1934: 10% stock dividend: 65,908 shares valued at \$39.00 per share, \$2,570,412.

1933: 10% stock dividend: 59,910 shares valued at \$35.00 per share, \$2,097,350.

Includes payroll taxes: 1936, \$2,613,806; 1935, \$1,920,114; 1934, \$1,755,767; 1933, \$1,623,156; 1932, \$1,503,003; 1931, \$1,098,570; 1930, \$1,116,174.

1935: Provision for price redetermination and other changes relating to prior years: \$1,823,531.

1933: Excess of cost over book value of Avion Instrument Corp. capital stock at date of acquisition, \$135,141.

1930: Write-off of goodwill from "Intangible" account, \$18,316,250.

Principal "other surplus credits" follow:

1935: Restoration to retained earnings of contingency reserve no longer deemed necessary, \$7,121,558.

1933: Transfer of reserve of employees' welfare plan, \$1,129,378.

1932: Transfer from reserve for common dividends, \$735,745.

1930: Transfer from reserve for contingencies, \$1,036,160.

General Note

(a) Total payroll: 1936, \$55,451,000; 1935, \$66,639,159; 1934, \$50,782,521; 1933, \$51,859,717.

Record of Earnings, years ended April 30 (in \$):

Year	Net Sales	Cost and Expenses	Operating Profit	Ord. Inc. & Ded. (Net)	Inc. Bel. Taxes	Income Taxes	Net Income	Common Dividends	Com. Shs. Outstand.	Earn. Per Com. Sh.
1936	24,852,036	25,939,533	4,167,617	645,959	2,441,823	140,887	4,562,515	599,400	4,135	
1937	40,136,278	39,827,167	309,111	899,315	1,408,676	128,000	1,210,678	599,400	4,136	
1938	47,674,618	47,375,331	299,287	657,722	937,106	203,698	753,407	599,400	4,137	
1939	23,853,517	25,774,725	4,211,268	571,559	4,153,849	123,044	4,152,692	599,400	4,138	
1940	35,795,090	35,233,071	4,442,981	641,622	193,641	203,418	4,162,777	599,400	4,139	
1941	67,192,012	60,335,903	6,856,109	502,954	7,358,057	2,194,927	5,161,130	599,400	4,140	
1942	218,338,563	189,272,167	29,066,396	4,231,462	47,782,933	38,567,362	9,275,377	599,400	4,141	
1943	289,275,659	256,757,819	32,517,840	2,057,169	50,430,621	25,374,902	5,655,718	599,400	4,142	
1944	218,811,538	195,180,489	23,631,049	365,253	23,019,602	17,427,170	5,591,832	599,400	4,143	
1945	192,755,179	176,164,573	16,590,606	155,709	23,746,315	17,411,174	6,335,141	599,400	4,144	
1946	118,113,552	110,763,273	7,350,279	1,183,280	8,533,549	3,166,650	5,366,659	599,400	4,145	
1947	132,820,244	124,758,178	8,062,066	499,830	7,922,236	2,746,191	5,176,042	599,400	4,146	
1948	131,369,716	121,219,359	7,141,367	401,820	6,539,547	2,435,595	4,103,952	599,400	4,147	
1949	219,018,453	209,861,500	9,656,974	1,266,698	8,117,876	3,485,762	4,932,114	599,400	4,148	

(\$7.25 after renegotiation adjustment)

(\$7.25 after renegotiation adjustment)

Includes \$599,400 declared in July 1941, but held up by court action and paid in Feb., 1943.

BALANCE SHEETS

COMPARATIVE CONSOLIDATED BALANCE SHEET, AS OF APRIL 30

(Taken from reports to Securities and Exchange Commission; including wholly-owned subsidiaries)

ASSETS	1956	1955	1954	1953	1952	1951	1950
Cash	\$13,473,326	\$18,228,165	\$10,110,670	\$20,058,202	\$19,601,707	\$12,263,562	\$14,910,280
Mkt. secs. (cost or less)	6,102,885	6,225,038	13,455,781	1,180,020	1,349,856	1,780,696	1,151,811
U. S. Govt. secs. (cost)	34,950,800	34,604,493	29,915,914	1,655,014	500,000	500,000	1,100,000
Notes & accts. receivable	53,474,255	47,169,859	41,774,965	40,725,634	23,351,238	20,614,117	11,923,048
Inventories	945,735	---	---	47,294,381	45,005,228	46,035,993	29,435,273
Prepaid expenses	---	---	---	---	---	---	---
Total current assets	103,917,601	105,558,553	95,287,330	110,923,311	89,533,021	81,247,368	58,550,412
Invest., etc. in uncons. subs.	1,390,219	1,727,217	15,000	15,000	15,000	---	---
Long term receivables, etc.	2,051,236	2,416,919	3,002,470	1,851,465	1,357,412	2,411,541	1,056,912
Property, plant and equipment	127,597,652	121,053,639	109,449,663	103,030,167	114,220,181	118,330,129	117,539,978
Less: Depreciation reserve	62,509,114	57,997,549	55,295,427	56,582,662	56,978,414	57,910,463	55,893,130
Net property account	65,088,538	63,056,090	54,151,236	51,468,805	57,241,770	60,419,726	61,641,848
Intangibles	---	1	1	23,015	19,959	18,606	18,170
Prepaid taxes, insurance, etc.	---	---	562,533	915,553	1,014,291	997,544	771,801
Total	\$177,476,934	\$172,818,809	\$153,108,578	\$165,197,149	\$149,456,459	\$145,094,784	\$122,039,143
LIABILITIES							
Accounts payable, etc.	\$23,786,364	\$21,593,097	\$22,461,444	\$21,406,712	\$10,125,893	\$15,217,641	\$8,084,828
Accrued taxes	7,689,131	10,250,169	11,865,170	11,351,325	8,857,567	3,350,186	1,003,032
Notes payable (banks)	21,500,000	21,000,000	---	15,000,000	15,000,000	15,309,525	5,000,000
Dividends payable	1,370,011	1,258,218	---	---	---	---	---
Advance contr. payments	---	---	559,855	595,247	1,305,167	81,078	174,750
Long term debt due within year	951,600	951,000	685,000	685,000	685,000	685,000	685,000
Total current liabilities	55,296,566	54,922,454	35,570,419	49,471,467	37,078,447	34,673,437	14,947,610
Long term notes payable	---	---	---	---	---	1,180,478	---
Secondary funded debt	7,953,000	8,904,600	5,930,000	6,690,000	7,375,000	8,060,000	8,745,000
Minority interest	---	---	2,422	8,690	11,362	11,275	10,197
Due uncons. subs.	---	---	---	---	414,622	---	---
Res. for empl. welfare plan	---	---	---	---	4,129,377	4,233,319	4,386,117
Reserve for common dividends	---	---	---	---	---	735,745	735,745
Reserve for contingencies, etc.	---	---	7,121,558	7,121,558	7,293,369	7,729,209	7,074,629
Res. for deferred Fed. income taxes	984,462	---	268,806	---	---	---	---
7% preferred stock (\$100 par)	---	---	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
5% preferred stock (\$50 par)	6,873,350	23,519,650	---	---	---	---	---
Common stock	31,504,175	21,432,809	18,149,350	16,500,000	30,000,000	30,000,000	30,000,000
Capital surplus	29,057,466	20,871,294	19,456,503	18,533,791	2,949,391	1,949,391	2,949,391
Earned surplus	45,778,035	43,162,412	37,652,640	37,913,093	31,319,891	26,606,932	24,275,464
Total capital stock & surplus	113,243,026	103,592,525	105,263,493	102,976,594	94,269,262	89,556,323	87,224,855
Less: Treasury stock	---	---	1,073,150	1,071,500	1,035,000	1,035,000	1,035,000
Net capital stock & surplus	113,243,026	103,592,525	104,215,343	101,905,354	93,184,262	88,471,323	86,139,855
Total	\$177,476,934	\$172,818,809	\$153,108,578	\$165,197,149	\$149,456,459	\$145,094,784	\$122,039,143
Net current assets	\$53,650,495	\$50,636,069	\$59,716,911	\$61,451,824	\$52,764,550	\$46,573,931	\$43,602,802
PROPERTY ACCT.—ANALYSIS							
Additions at cost	\$7,186,597	\$14,584,457	\$8,667,822	\$3,155,330	\$4,575,153	\$3,516,832	\$3,316,893
Retirements or sales	3,402,562	2,910,875	7,254,295	9,370,575	8,685,100	2,726,681	2,217,093
Other additions	2,759,978	cr 69,647	cr 14,731	45,868	---	---	---
DEPREC. RESERVE—ANALYSIS							
Additions charged to p. & l.	\$5,160,951	\$1,453,550	\$3,809,457	\$4,332,176	\$4,311,613	\$3,909,371	\$3,893,931
Retirements or sales	2,012,757	1,754,423	5,024,056	4,743,352	5,243,602	1,957,029	1,792,189
Other additions	1,363,421	---	69,035	14,824	---	---	---

1956: Represents additions to fixed assets through acquisition of Key Co.

1953: Represents additions to fixed assets through acquisition of Avlon Instrument Corp.

1955: Transferred to earned surplus.

Includes: 1956, \$6,358,202; 1955, \$6,736,107; 1954, \$1,944,151; 1953, \$933,519; 1952, \$1,259,977; 1951, \$301,873; 1950, \$1,402,233; accrued unbilled escalation charges (estimated).

At cost or less and not in excess of market.

1956, comprises \$15,000, cost of capital stock of SHPX and \$1,375,219, inter-subsidary receivables.

Relating to accelerated amortization of facilities under certificate of necessity.

1956: Book Values Reserves

Land & impr. \$3,785,481

Structures 23,502,091 \$11,911,867

Mach. & equip. \$9,827,859

Railroad cars 39,181,460 20,597,247

Constr. in prog. 1,000,725

Total \$127,597,652 \$62,509,114

Comprises 10,550 preferred shares at 1951-50, and following common shares: 1954, 726; 1953, 650; 1952-50, 600.

1956-53: Represented by par \$25 shares.

1952-50: Represented by 600,000 no par shares.

1956: Represents related reserve of additions to fixed assets through acquisition of Key Co.

1955: Represents related reserve of additions to fixed assets through acquisition of Avlon Instruments Corp.

1956: After crediting \$5,219,172 resulting from issuance of common stock in amounts in excess of par value.

1955: After crediting \$1,420,191 resulting from issuance of common stock in amounts in excess of par value.

1954: After crediting \$922,712 excess of average market value of \$39 per share over \$25 par value of common distributed as a dividend.

1953: After adding adjustment of no par value common stock from stated value of \$50

per share to par value of \$25 per share, \$14,985,000; excess of average market value of \$33 per share over par value of \$25 on common shares distributed as a dividend, \$599,400; total, \$15,584,400.

Depreciation Policy: Depreciation rate: used: Tracks, 5 and 10%; general improvements, 5%; structures—A, 2%; B, 3%; C, 3%; D, 6%; E, 5%; F, 4%; machinery and equipment—A, 4%; B, 8%; C, 10%; D, 7%; E, 33 1/3%; F, 14%; G, 5%; H, 12 1/2%; I, 15%; tank and other cars, 3 1/2% to 33 1/3%; mobile equipment, 10 to 25%; distribution and communication systems, 5%; meters, instruments and gauges, 10 and 20%; air conditioning equipment, 8% and 12 1/2%; leasehold improvements, term of lease.

Dies, patterns, forms, small tools, etc., are not depreciated but are maintained by charging off all replacements and renewal to repairs expense (charge-offs, 1956-55, not stated; 1951, \$1,619,662; 1953, \$1,263,713; 1952, \$992,722; 1951, \$358,740; 1950, \$592,193).

General Notes

(a) Consolidated statements include all subsidiaries except SHPX First Corp. and its subsidiary companies.

SHPX First Corp. and Subsidiaries (not consolidated):

Consolidated Income Account, years ended Apr. 30:

1956 1955

RR curr. rentals \$3,315,069 \$2,678,19

Oper. expenses 722,287 528,617

Depreciation 1,053,353 852,724

Operating profit 1,570,944 1,296,833

Other income 52,614 38,802

Total income 1,623,558 1,335,635

Interest paid 461,261 121,918

Fed. income taxes 572,911 420,523

Net income 589,386 793,194

Consolidated Balance Sheet, as of Apr. 30:

Assets:

1956 1955

Cash \$155,718 \$352,693

U. S. Govt. secur. 1,311,782 1,902,376

Nts. & accts. receiv. 101,823 253,418

Prepaid expenses 5,973 5,241

Total cur. assets \$1,905,296 \$2,513,761

Liabilities:

1956 1955

RR curr. rentals \$3,315,069 \$2,678,19

Oper. expenses 722,287 528,617

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Other income 52,614 38,802

Total income 1,623,558 1,335,635

Interest paid 461,261 121,918

Fed. income taxes 572,911 420,523

Net income 589,386 793,194

Int. in car lse. pay. 176,551

Other assets 163,449

Railroad cars 20,797,657

Less: Deprec. res. 3,315,359

Net prop. acct. 17,482,328

Total assets \$19,727,624

Liabilities:

Notes payable \$1,892,470

Due to affil. 823,903

Accts. pay. & acer. 40,020

Accr. Fed. state, etc., taxes 20,656

Total curr. liab. \$2,777,049

Notes payable \$12,381,736

Due to affiliates 86,760

Future deliv. under car. pur. op. 1,288,459

Res. for defer. inc. taxes 1,515,396

Cap. stk. (par (\$100)) 15,000

Earned surplus 1,663,224

Total liabilities \$19,727,624

With respect to certain railroad cars owned, Shippers' Car Line Corp. has paid a total of \$1,288,459 in 1956 and \$1,013,700 in 1955 for options to purchase these cars at any time at their net depreciated book value, with privilege of applying this amount to purchase price thereof. Equal amounts are shown as assets in company's consolidated balance sheets.

Secured long term debt, principally at 3 1/2% and 4% interest, summarized as follows:

\$7,701,311 collateral notes due serially to Sept. 1, 1961.

\$5,823,500 chattel mortgage notes due serially to Apr. 1, 1966, \$475,693 equipment trust certificates due serially to July 1, 1961, \$263,500 promissory notes due Apr. 18, 1961.

Above includes \$1,892,470 portion due within one year.

FINANCIAL & OPERATING DATA

Statistical Record, Fiscal Years

Earnings per share—preferred.....	\$58.25	\$14.57	\$26.57	\$30.01	\$24.83	\$9.24	\$1.51
—common.....	\$6.08	\$6.62	\$7.93	\$10.10	\$8.61	\$1.68	\$2.65
Dividends per share—7% preferred..	-----	(1) \$11.50	\$7.00	\$7.00	\$7.00	\$1.19	\$5.25
—5% preferred.....	\$2.50	\$0.62 1/2	-----	-----	-----	-----	-----
—common.....	\$1.00	\$5.00	(1) \$5.00	(2) \$3.00	\$2.00	Nil	\$3.00
@Price Range—common.....	67 1/2-55	71-10 1/2	50 1/2-32	40 1/4-30 1/2	12 1/2-31	39 1/2-29 1/2	35-22
Net tangible assets per sh.—pf'd.....	-----	\$231.70	\$360.05	\$351.59	\$321.51	\$305.59	\$297.51
—common.....	\$81.11	\$105.18	\$103.79	\$110.66	\$107.14	\$93.28	\$95.39
Number of shares—preferred.....	137,467	170,393	289,450	289,450	289,450	289,450	289,450
—common.....	1,200,167	857,319	725,248	659,311	599,400	599,400	599,400

Financial & Operating Ratios	1956	1955	1954	1953	1952	1951	1950
Current assets to current liabilities.....	1.97	1.92	2.68	2.21	2.42	2.34	3.92
% cash & sec. to curr. assets.....	27.51	23.16	21.73	20.65	23.83	17.90	29.36
% inventory to curr. assets.....	49.03	41.61	43.84	42.61	50.10	56.73	50.27
% net curr. assets to net worth.....	47.33	46.49	57.30	60.20	56.62	52.64	50.62
% property depreciated.....	48.59	47.91	50.52	52.37	49.83	48.94	47.56
% ann. depr. & amort. to gross prop...	3.65	3.74	3.47	4.01	3.77	3.55	3.30
Capitalization:							
% Subs. and other long term debt.....	6.56	7.55	5.33	6.16	7.33	8.35	9.22
% preferred stock.....	5.67	19.95	21.24	26.65	23.79	29.99	30.50
% common stock & surplus.....	87.71	72.50	67.33	67.19	63.85	61.66	60.28
Sales to inventory.....	4.59	4.65	5.87	5.41	3.87	2.60	5.01
Sales to receivables.....	7.03	5.60	8.16	6.32	7.44	5.50	12.57
% sales to net property.....	317.31	302.54	452.60	499.74	503.91	163.01	239.24
% sales to total assets.....	139.38	110.39	160.07	155.70	116.37	82.47	120.84
% net inc. to total assets.....	4.52	3.97	5.03	5.26	4.82	1.81	0.56
% net income to net worth.....	7.07	6.30	7.48	8.52	7.73	3.02	0.51
Analysis of Operations							
Sales.....	100.00	100.00	100.00	100.00	100.00	100.00	100.00
Cost of sales.....	83.09	81.57	85.02	85.41	81.60	82.51	90.49
Sell., gen. & adm. exp.....	8.81	8.62	5.80	4.23	6.00	9.17	6.22
Deprec., renew., etc.....	1.90	2.37	1.55	1.69	2.48	3.52	2.63
Operating profits.....	6.20	7.41	7.62	7.83	9.92	4.97	0.66
Income deductions.....	0.45	0.60	0.43	0.92	1.42	0.81	0.23
Net income before income taxes.....	5.77	6.85	7.14	6.97	8.50	4.13	0.33
Income taxes.....	2.51	3.25	3.97	3.53	4.35	1.69	0.03
Net income.....	3.26	3.60	3.17	3.33	4.14	2.24	0.30

Calendar years. Also 10% in stock. Includes \$750 paid in connection with reclassification of \$7 pfd. into two 5% pfd. shares.

SUBSIDIARY LONG TERM DEBT

1. Shippers' Car Line Corp. sinking fund debenture 3s, due 1961:

AUTHORIZED—\$5,450,000; outstanding, Apr. 30, 1956, \$2,650,000.

DATED—April 1, 1948.

MATURITY—April 1, 1951.

INTEREST—A&O 1 at office of trustee.

TRUSTEE—New York Trust Co., New York.

CALLABLE—As a whole or in part at any time at 103½ to Mar. 31, 1949 and ¼% less each year thereafter.

Also callable for sinking fund, which see.

SINKING FUND—Annually March 31, 1947-48 incl., sufficient to redeem on next ensuing April 1, \$325,000 par of debentures. In addition, company may make optional payments in multiples of \$5,000 up to \$325,000.

Callable for sinking fund at 100 on any April 1.

DIVIDEND RESTRICTION—Same as series C, below, dividends not to exceed net income from Dec. 31, 1945.

OFFERED—(\$5,450,000) Sold privately April 1, 1946 to Equitable Life Assurance Society.

2. Shippers' Car Line Corp. debenture 3s, series B, due 1962:

AUTHORIZED—\$3,500,000; outstanding, April 30, 1956, \$1,900,000.

DATED—July 1, 1947.

MATURITY—July 1, 1952.

INTEREST—J&J 1 at office of trustee.

TRUSTEE—New York Trust Co., New York.

CALLABLE—As a whole or in part at any

time at 103 to June 30, 1949 and ¼% less each year thereafter.

Also callable for sinking fund, which see.

SINKING FUND—\$200,000 annually June 30.

SECURITY—Not secure by any lien.

DIVIDEND RESTRICTION—Same as series C, below, dividends not to exceed net income from Apr. 30, 1947.

OFFERED—(\$3,500,000). Sold privately July 1, 1947.

3. Shippers' Car Line Corp. debenture 3½s, series C, due 1953:

AUTHORIZED—\$2,500,000; outstanding, Apr. 30, 1956, \$1,220,000.

DATED—Apr. 1, 1948.

MATURITY—Apr. 1, 1953.

INTEREST—A&O 1 at office of trustee.

TRUSTEE—New York Trust Co., New York.

CALLABLE—As a whole or in part at any time at 103 to Mar. 31, 1949 and ¼% less each year thereafter.

Also callable for sinking fund, which see.

SINKING FUND—\$100,000 annually Mar. 31.

DIVIDEND RESTRICTION—Company will not pay any cash dividend on or reacquire stock unless thereafter on a consolidated basis (a) net working capital (as defined) is at least 10% of funded debt, (b) current assets at least 175% of current liabilities, and (c) net income from Apr. 3, 1947 exceeds such disbursements by at least \$500,000.

OFFERED—(\$2,500,000). Sold privately April 1, 1948.

4. Subsidiary Notes: Outstanding, \$3,734,000 3½% 4% notes due serially to 1959. Other details not reported.

CAPITAL STOCK

1. ACF Industries, Inc. common stock; par \$25:

AUTHORIZED—1,675,000 shares; outstanding, Jan. 31, 1957, 1,412,634 shares; in treasury, 24,418 shares; par \$25 (changed from \$100 par in March, 1925, 2 no par shares issued for each \$100 share and to \$25 par in Sept., 1952, share for share).

Dividend Record (in \$)

(Calendar Years)

(\$100 par shares)

1956	1955	1954	1953	1952	1951	1950
Nil	Nil	1.00	1.00	1.00	1.00	2.00
4.00	4.00	1.00	1.00	1.00	1.00	Nil
5.00	5.00	2.00	2.00	2.00	2.00	8.00
9.00	9.00	12.00	12.00	12.00	12.00	6.00
3.00	3.00	6.00	6.00	6.00	6.00	2.75
Nil	Nil	0.75	0.75	0.75	0.75	Nil
Nil	Nil	4.00	4.00	4.00	4.00	2.50
5.00	5.00	Nil	Nil	Nil	Nil	2.00
0.75	0.75	Nil	Nil	Nil	Nil	Nil

1952... 0.75 1953... 5.00 1954... 4.75
1955... 3.75 1956... 4.00

Also 10% in stock, Sept. 25, 1952.

VOTING RIGHTS—One vote per share.

PREEMPTIVE RIGHTS—Full rights.

LISTED—New York Stock Exchange; unlisted trading on Boston and Pacific Coast Stock Exchanges.

TRANSFER AGENT—Guaranty Trust Co., New York, N. Y.

REGISTRAR—Hanover Bank, New York.

Preferred Retired: Entire issue of 5% convertible preferred was retired at \$55 per share plus dividend on Jan. 18, 1957 at Guaranty Trust Co., New York.

CAPITAL STRUCTURE

FUNDED DEBT

- Issue
1. 3½-4% notes payable
2. 4½% notes payable

CAPITAL STOCK

- Issue
1. Common

Range since 100% stock dividend in 1956. Range for stamped stock from 1944 and to the stock dividend in 1956, 75-21¼%. Range from 1912 to 1944 for stock with whiskey purchase rights, 28-7½%. After stock dividend; before 52¼-52½%. Privately placed. \$1 paid prior to 100% stock dividend Apr. 26.

HISTORY

Incorporated in Maryland, July 28, 1933 as The Spirits Corp. (present title adopted Aug. 11, 1933).

In Sept., 1931 disposed of the good will, inventories and receivables of its industrial alcohol business to Commercial Solvents Corp.

In 1941 merged American Distilling Co. (Cal.), an affiliate.

Effective July 1, 1943, all assets exclusive of stock of American Distilling Co. of former parent holding company, American Commercial Alcohol Corp. (Incorporated in Maryland, April 19, 1928), were transferred to the latter and parent company was dissolved. Prior to dissolution, 15,000 shares of \$20 par common stock were issued in exchange for said 30,000 shares of \$10 par common and in consideration for transfer of all assets and property. American Commercial Alcohol Corp. received an additional 244,000 shares of \$20 par common stock of American Distilling Co. (Md.) or a total of 259,000 shares and all such stock was then distributed in exchange to stockholders of American Commercial Alcohol Corp. on a share for share basis (for details of history, etc., of American Commercial Alcohol Corp., see Moody's 1942 Industrial Manual, page 295).

Prior to Oct. 19, 1936 all plant facilities of the former parent company, American Commercial Alcohol Corp., were leased to this company at a fixed annual rental of \$124,000 plus 3% of annual net sales. As of Oct. 19, 1936 a plan was effected whereby the former parent contributed to this company its principal plant (Pekin, Ill.) for which it received in exchange,

together with the 10,000 no par common shares of this company then owned, the following securities of The American Distilling Co. (Md.): (1) 224,000 shares of 1% cumulative preferred stock (par \$10), the major portion of which the former parent later distributed to its common stockholders as a dividend, and (2) 30,000 shares of common stock (par \$10).

Early in fiscal year 1943 company acquired 14,000 shares of Ben Burk, Inc. (now in liquidation) and retained 13,200 shares. In Sept., 1943, company sold for cash 6,100 shares of the 13,200 shares owned.

In 1943 company acquired control of Moxie Co. through acquisition of 27,522 shares of convertible preferred and 101,236 class B common shares. Company now has voting control of Moxie Co. Should all conversion privileges of various classes of Moxie Co. stock be exercised and company's interest were not increased, it would then be the owner of about 41% of voting shares of Moxie Co., with practical working control.

On Oct. 15, 1945, the 50% stock interest in Compania Ron Carroca Destillaria, Inc. and American Spirits, Inc. was sold to Schenley Distillers Corp. for \$2,117,500.

Since 1945, Ten-Ten, Inc. (formerly Ben Burk, Inc.) was in process of liquidation.

BUSINESS & PRODUCTS

Manufactures and sells beverage spirits under own brand names. Principal bourbon rye and blended whiskeys sold are Guckenheimer, Bourbon Supreme, Old American, Stillbrook, Town Club, Cadillac Club and Meadowood, in addition to Burton's Gin, Old

Colony Gin, Tovarisch Vodka and Piping Rock line of Cordials. Other brands distributed by company are Grand Old Parr and Sandy MacDonald blended Scotch Whiskeys and Dunphy's Original Irish whiskey imported from Ireland.

SUBSIDIARIES

Functions as an operating company. Company also owns 41.66% voting interest in Moxie Co., distributors of soft drinks under the brand name of Moxie.

PRINCIPAL PLANTS & PROPERTIES

Pekin, Ill.: Comprises 43 1/2 acres. Plant consists of following: (1) Manufacturing group with cooler house designed for consumption of 12,000 bushels of grain per day; (2) bottling and bonded warehouse group, consisting of ten warehouses with 270,000 barrel capacity and tank storage with 1,435,000 gallon capacity; (3) bottling group, and (4) dried feed section.

In 1947 acquired from WAA, the power plant and other facilities at Pekin plant.

Sausalito, Cal.: Comprises 26 acres with plant consisting of distilling, rectifying and bottling equipment and warehouse facilities of 33,000 barrel capacity.

Other Property: Company leases space in 211 Park Ave., New York as executive offices.

MANAGEMENT

Officers
R. R. Brown, President
W. E. Buck, Exec. Vice President
T. S. Brown, Vice-Pres. & Sec.
W. H. Damsch, Treasurer