

MOODY'S

INDUSTRIALS

JOHN MOODY

1943

AMERICAN AND FOREIGN

REGISTRARS—Chase National Bank, New York, and New England Trust Co., Boston.
ISSUED—In Dec. 1937 as a dividend on common stock.

PRICE RANGE— 1942 1941 1940
Preferred 8¼-6¾ 8¼-6¾ 8¼-4¼
2. Walworth Co. common; no par.

AUTHORIZED—1,550,000 shares (increased from 200,000 to 500,000 shares in Nov., 1925; to 1,400,000 Nov. 18, 1935, and to present figure in Nov., 1936); outstanding, 1,358,158 shares in treasury, 400 shares; reserved for additional compensation to officers and employees, 406 shares; no par (changed from \$20 par in Nov., 1925 on a share-for-share basis).

Dividend Record (in \$)					
(Since 1918—\$20 par shares)					
1918---	1.30	1919-20	1.40	1921---	0.17½
1922---	Nil	1923-24	1.40	1925---	1.60
(No par shares)					
1926-28	1.20	1929---	1.40	1930---	2.00
1931---	0.25	1932-36	Nil	1937---	0.25
1938-40	Nil	1941---	0.25	1942---	0.50

Plus \$0.70 per share payable in preferred stock. Stockholders also had the option to take instead of the \$0.25 cash dividend shown above, \$0.30 in preferred stock.

DIVIDEND LIMITATION—See Dividend Restrictions under first 45, 1955, above.

VOTING RIGHTS—One vote per share.

PREEMPTIVE RIGHTS—None.

LISTED—New York Stock Exchange.

TRANSFER AGENTS—City Bank Farmers Trust Co., New York, and First National Bank, Boston.

REGISTRARS—Chase National Bank, New York, and New England Trust Co., Boston.

DIVIDEND DISBURSING AGENT—First National Bank, Boston.

ISSUED—923,490 shares issued in reorganization as follows: 499,870 shares to former first mortgage bondholders; 217,490 shares to former debenture holders; 158,880 shares to former preferred stockholders and 47,250 shares in exchange for Walworth Alabama Co. preferred stock.

PRICE RANGE— 1942 1941 1940
Common 5¼-3½ 6¼-3 6½-3

AMERICAN CAR AND FOUNDRY COMPANY

CAPITAL STRUCTURE

CAPITAL STOCK

Issue	Par Value
1. 7% non-cum. preferred-----	\$100
2. Common-----	No par

1937 Fiscal years.

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-Penninsular 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: 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.

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).

SUBSIDIARIES

This is both an operating and holding company. As of April 30, 1942, 100% of the voting power was held in the following subsidiaries: Name, place of incorporation and business: Carter Carburetor Corp., Del., makes automobile carburetors.

American Welding Co., Del., welded tanks and containers.

Jackson & Sharp Co., inactive.

Railway 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:

The Brill Corp., Del., (64%) see appended statement.

The J. G. Brill Co., Pa., (99%) see appended statement.

The J. G. Brill Co. of Mass.

Cie J. G. Brill (France)

American Car and Foundry Motors Co., Del., (69%) see appended statement

Hall-Scott Motor Car Co.

The A. C. F. Motors Co.

The Fageol Motors Co.

The Fageol Co.

INCOME ACCOUNTS

Net income to surplus

Shippers' Car Line Corp., N. Y. (91%) see appended statement.
Acme Tank Car Corporation.
Kansas City Car Co.

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. Subsidiaries produce railway and allied equipment, as noted under the separate appended statements of The J. G. Brill Co. and American Car & Foundry Motors Co. Cummings Car & Coach Co. (incorporated in Illinois in 1925), affiliate of The J. G. Brill Co., also manufactures railway and allied equipment. 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.

In addition to regular products, company is now producing various war products including tanks.

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.

Electric Railway Equipment Securities Corp. (incorporated in New Jersey, Jan. 12, 1921), affiliate of The J. G. Brill Co., purchases from that company, without recourse, car trust notes received by the car company for transit equipment including electrical apparatus, sold under this plan, and either holds them or assigns them to a trustee as collateral for equipment trust certificates which are sold to bankers.

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
Berwick, Pa.

Buffalo, N. Y.

General Character
Passenger, freight and mine car plant—iron foundry—rolling mill.

Freight car plant—iron foundry.

Location of Plant
Carbondale, Pa.
Chicago, Ill.

Detroit, Mich.

Huntington, W. Va.

Jeffersonville, Ind.
Madison, Ill.

Milton, Pa.

St. Charles, Mo.
St. Louis, Mo.

Terre Haute, Ind.

Wilmington, Del.

General Character
Welded tanks.
Freight car plant—iron foundry.

Freight car plant—iron foundry.

Freight and mine car plant—iron foundry.

Passenger car plant.

Freight car plant—iron foundry.

Tank car plant—pressed steel containers.

Passenger car plant.

Freight car plant—rolling mill—iron foundry—carburetors.

Mine car plant—iron foundry.

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.

Plant of Cummings Car & Coach Co., affiliate of J. G. Brill Co., is located at Paris, Ill.

Plants of subsidiaries are noted in appended statements.

MANAGEMENT

Officers

Charles J. Hardy, President

Frederick A. Stevenson, Senior Vice-Pres.

W. J. Burke, Vice President

William E. Hedgcock, Vice President

Victor R. Woughby, Vice President

W. L. Stancliffe, Vice President

Howard C. Wick, Secretary & Assistant to President

Lester A. Blackford, Treasurer

Elsworth S. Block, Auditor

A. H. Wobbe, Comptroller

Directors

W. J. Cummings, Chicago

W. C. Dickerman, New York

C. J. Hardy, New York

J. S. Hoyt, New York

M. S. Mackay, New York

E. L. Nye, New York

N. A. Stancliffe, New York

F. A. Stevenson, New York

J. E. Rovensky, New York

General Counsel: Noah A. Stancliffe.

Annual Meeting: Second Thursday in July.

Number of Stockholders: Jan. 2, 1940, preferred 5,645; common 8,792.

Number of Employees: Jan. 2, 1940, 7,495.

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

Corporate Office: 1 Exchange Pl., Jersey City, N. J.

COMPARATIVE CONSOLIDATED INCOME ACCOUNT, YEARS ENDED APRIL 30

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

	1942	1941	1940	1939	1938	1937	1936
Sales	\$216,336,568	\$67,192,012	\$35,795,090	\$23,853,517	\$47,674,615	\$40,136,278	\$24,852,036
Cost of sales	151,532,772	52,946,536	30,312,034	20,566,967	42,054,798	34,521,837	21,235,119
Selling, gen. and admin. exp.	6,605,852	4,371,398	3,954,536	3,800,439	3,729,108	3,504,922	3,111,258
Depreciation & amortization	5,133,543	2,954,976	1,971,501	1,597,319	1,591,324	1,600,408	1,593,276
Operating profits	53,064,401	6,853,103	442,981	2,111,208	299,384	509,111	1,087,617
Dividends received	20,997	18,691	11,636	21,127	21,127	22,633	13,661
Interest from affiliates	315,766	336,103	395,654	297,295	317,634	323,093	327,307
Other interest and discount	709,488	442,346	356,621	297,421	213,475	374,433	327,434
Royalties	77,899	172,350	91,538	81,954	98,807	108,679	81,711
Profit on sale of securities	107,206	100,024	93,877	27,981	90,310	94,793	25,719
Miscellaneous other income	107,206	100,024	93,877	27,981	34,408	87,892	25,719
Total income	54,295,757	7,922,616	516,958	2,139,921	1,075,746	1,520,634	311,785
Uncollectible accounts	13,111	2,522	3,493	1,813	4,211	94	15,502
Royalties paid	302,433	155,124	99,947	81,215	65,039	72,144	65,206
Misc. other deductions	697,275	408,913	214,878	61,700	49,390	39,721	49,136
Balance	53,282,939	7,356,057	198,641	1,539,649	957,106	1,408,676	441,628
Prov. for Fed. inc. and surtax	9,193,697	2,127,927	209,418	123,044	203,698	198,000	140,887
Excess profits taxes	29,313,865	67,000					
Provision for contingencies	5,500,000						
Net income to surplus	9,275,377	5,161,130	10,777	1,662,692	753,407	1,210,676	582,515

INCOME ACCOUNTS (cont'd)

	1942	1941	1940	1939	1938	1937	1936
Surplus beginning of year	27,031,823	22,377,231	22,388,008	24,050,700	24,020,918	23,968,041	24,550,557
Preferred dividends	2,616,628	506,538			723,625	1,157,800	
Common dividends	599,400						
Common dividends chgd. to res.	cr 299,700						

Surplus end of year	\$33,390,872	\$27,031,823	\$22,377,231	\$22,388,008	\$24,050,700	\$24,020,918	\$23,968,041
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SUPPLEMENTARY P. & L. DATA

Maintenance and repairs	\$8,566,652	\$3,959,080	\$1,820,176	\$1,036,573	\$2,276,042	\$2,161,086	\$2,779,717
Taxes (other than income)	3,362,685	1,320,051	881,432	679,359	839,530	673,602	482,605
Parent company's net income	\$8,449,777	\$3,734,925	d \$447,449	d \$2,059,245	\$1,125,471	\$1,178,893	\$3,555,538
After including dividends from consolidated group subsidiaries: 1942, \$452,750; 1941, \$7,650; 1940, \$601,200; 1939, \$328,200; 1938, \$797,200; 1937, \$890,200; 1936, \$4,138,053.							
Includes related portions of items shown under "Supplementary p. & l. data" below statement.							
Principal "Misc. other deductions" follow: 1941: Loss on property retirements, \$245,730.							

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

	1942	1941	1940	1939	1938	1937	1936
ASSETS							
Cash	\$15,929,375	\$10,464,221	\$8,578,572	\$4,381,680	\$10,039,629	\$4,547,139	\$5,345,916
Mkts. secs. (cost or less)	1,031,732	1,252,793	1,819,212	1,643,748	1,552,366	3,826,046	2,369,950
U. S. Govt. secs. (cost)	12,575,748	27,331	27,331	27,331	17,191	1,245,362	3,412,555
Notes receivable (net)	3,080,188	2,202,801	1,829,185	1,920,602	1,933,115	1,883,018	2,272,696
Accounts receivable (net)	25,684,592	8,835,049	7,082,968	7,907,969	3,151,931	4,377,307	4,484,814
Inventories	37,353,798	22,503,842	9,269,828	3,298,443	6,825,534	12,291,801	5,407,918
Adv. payments for materials	268,314	997,824					
Total current assets	95,923,736	46,283,860	28,607,097	19,179,797	23,569,765	28,170,672	23,293,850
Spec. deposits (U. S. Govt. contracts)	22,925,154						
Securities of affiliate (net)	94,432	99,178	94,432	103,924	94,432	210,873	210,873
Miscellaneous securities (net)	169,687	169,312	171,055	175,108	177,729	212,405	160,255
Rec. of affiliates (net)	2,950,820	2,812,210	4,905,319	5,804,577	2,597,033	2,431,305	2,648,767
Property, plant & equipment	84,513,988	79,345,091	72,102,538	74,682,425	73,468,809	73,235,314	73,140,833
Less: Depreciation reserve	34,221,851	29,935,960	27,864,475	10,640,885	8,760,474	7,169,150	5,568,742
Net property account	50,292,137	49,409,131	44,238,062	64,041,540	64,708,335	66,066,164	67,572,091
Intangibles	19,048,219	19,055,625	19,056,351				
Treasury stock (at cost)	533,400	533,400	533,400	533,400	533,400	533,400	533,400
Prepaid taxes, insurance, etc.	237,333	224,981	101,911	150,996	112,115	125,778	129,793
Total	\$192,174,919	\$118,587,697	\$97,707,627	\$89,989,342	\$91,792,808	\$97,750,597	\$94,549,028
LIABILITIES							
Accounts payable	\$12,715,725	\$7,205,998	\$3,694,168	\$980,632	\$1,067,113	\$4,388,018	\$3,140,664
Accrued payrolls	1,500,129	634,502	294,778	131,036	111,667	234,287	213,719
Accrued taxes, etc.	40,392,214	2,708,191	606,932	419,184	568,532	674,651	312,810
Bills payable (banks)		10,000,000	4,500,000				
Advance contr. payments	1,346,015	5,333,410					
Common divs.—Payment enjoined	599,400						
Total current liabilities	56,553,484	25,882,101	9,095,878	1,530,852	1,747,311	5,294,957	3,667,192
Advances on Govt. contracts	31,663,465						
Insurance reserve	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000
Reserve for common dividends	2,533,945	2,833,645	2,833,645	2,833,645	2,833,645	2,983,495	2,983,495
Reserve for contingencies	6,533,153	1,340,128	1,900,874	1,736,838	1,598,944	3,889,019	2,368,091
Working condit. improve. res.					62,208	62,208	62,208
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	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Earned surplus	33,390,872	27,031,823	22,377,231	22,388,008	24,050,700	24,020,918	23,968,041
Total	\$192,174,919	\$118,587,697	\$97,707,627	\$89,989,342	\$91,792,808	\$97,750,597	\$94,549,028
Net current assets	\$39,370,252	\$20,401,759	\$19,511,219	\$17,648,945	\$21,822,454	\$22,875,715	\$19,626,658
PROPERTY ACCT.—ANALYSIS							
Additions at cost	\$6,742,644	\$9,154,325	\$1,431,501	\$676,258	\$294,100	\$105,226	\$179,605
Retirements or sales	1,573,747	1,911,772	486,871	20,426	2,700	9,215	
Other additions				564,466			
Other reductions			3,524,517	6,683	57,905	1,530	1,356
DEPREC. RESERVE—ANALYSIS							
Additions charged to p. & l.	\$5,133,543	\$2,954,976	\$1,971,501	\$1,597,319	\$1,591,324	\$1,600,408	\$1,593,276
Retirements or sales	836,217	883,490	268,132	242			
Other additions			15,520,221	283,334			
Other reductions		11,435					

1939: Represent additions to fixed assets through acquisition of American Welding Co.
 At cost or less and after deducting reserves: 1936, \$5,086,622; 1937, \$3,627,032; 1938, \$5,900,712; 1939, \$5,820,330; 1940, \$5,642,724; 1941, \$6,217,884; 1942, \$6,460,195. Market value: 1936, \$2,577,424; 1937, \$4,390,094; 1938, \$1,663,356; 1939, \$1,758,186; 1940, \$1,952,034; 1941, \$1,313,926; 1942, \$1,043,870.

After \$57,467 unearned interest and \$300,000 reserve in 1942. Includes notes receivable due beyond one year: 1936, \$1,309,515; 1937, \$1,588,669; 1938, \$1,651,965; 1939, \$1,474,553; 1940, \$1,499,554; 1941, \$1,766,861; 1942, \$2,445,636. These notes are carried as current assets because they are readily marketable.

After \$200,000 reserve in 1942.
 At cost or less and not in excess of market.
 At cost or less and after following reserves: 1936, \$1,884,249; 1937, \$1,884,249; 1938, \$1,900,564; 1939, \$1,891,073; 1940, \$1,900,564; 1941, \$1,895,818; 1942, \$1,963,718.

At cost or less and after following reserves: 1936, \$347,415; 1937, \$286,078; 1938, \$286,158; 1939, \$280,082; 1940, \$279,784; 1941, \$274,022; 1942, \$273,694.

After \$4,000 reserve.
 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.

FINANCIAL & OPERATING DATA

Statistical Record, Fiscal Years

	1942	1941	1940	1939	1938	1937	1936
Earned per share—preferred	\$32.04	\$17.83	Nil	Nil	\$2.00		
—common	\$12.09	\$5.23	d \$3.40	d \$6.15	d \$2.12	d \$1.36	d \$4.35
Dividends per share—preferred	\$9.04	\$1.75	Nil	Nil	\$2.50	\$4.00	Nil
—common	Nil	Nil	Nil	Nil	\$0.25	Nil	Nil
Price Range—preferred	73½–55½	79½–56	65–34	64–30¼	57¾–27	104½–26	100–57½
—common	33–20	34½–23	33¼–18	40¼–16¼	34½–12½	71–15¼	60½–30
Net assets per share—preferred	\$320.81	\$298.84	\$282.76	\$282.76	\$288.54	\$288.44	\$288.25
—common	\$106.63	\$96.02	\$88.25	\$88.27	\$91.04	\$90.99	\$90.91
Number of shares—preferred	289,450	289,450	289,450	289,450	289,450	289,450	289,450
—common	599,400	599,400	599,400	599,400	599,400	599,400	599,400
Calendar years.							

Book Values

Land	\$6,568,654
Land improve.	1,027,180
Dies, patt., tec.	7,657,765
General improve.	1,357,553
Structures A	13,658,658
Structures B	3,900,498
Structures C	2,200,753
Structures D	118,256
Dwellings	3,955
Mchy. & equip. A	30,651,743
Mchy. & equip. B	329,475
Mchy. & equip. C	1,500,626
Mchy. & equip. D	376,742
Mchy. & equip. E	337,739
Mobile equip.	182,103
Marine equip.	3,411
Distr. systems	3,062,537
Commun. systems	87,207
Meters, gauges, etc.	48,378
Constr. in progr.	262,114
Defense facilities.	11,143,767
Total	\$84,513,988

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

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

1940: Adjustment based upon inventory (see note [a] above), \$3,346,060; intangibles as of May 1, 1939, now shown separately, \$178,457; total, \$3,524,517.

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

Reserves

General improve.	5%
Structures—A, 2%; B, 2½%; C, 3%; D, 4%; dwellings, 3%; machinery and equipment—A, 4%; B, 8%; C, 10%; D, 7%; E, 33 1/3%; mobile equipment, 10%; marine equipment, 5%; distribution systems, 5%; communication systems, 5%; meters, instruments and gauges, 10%; expenditures for extension of plant facilities under National Defense program, 33 1/3%.	
Dies, patterns, forms, small tools, etc., are not depreciated but are maintained by charging off all replacements and renewals to repairs expense (charge-offs, 1942, \$909,567; 1941, \$669,881).	

Depreciation Policy: Depreciation rates

used: General improvements, 5%; structures—A, 2%; B, 2½%; C, 3%; D, 4%; dwellings, 3%; machinery and equipment—A, 4%; B, 8%; C, 10%; D, 7%; E, 33 1/3%; mobile equipment, 10%; marine equipment, 5%; distribution systems, 5%; communication systems, 5%; meters, instruments and gauges, 10%; expenditures for extension of plant facilities under National Defense program, 33 1/3%.
 Dies, patterns, forms, small tools, etc., are not depreciated but are maintained by charging off all replacements and renewals to repairs expense (charge-offs, 1942, \$909,567; 1941, \$669,881).

General Notes: (a) Contingent liability at April 30, 1942, secured notes purchased by American Car and Foundry Securities Corp., a subsidiary, and by it resold under agreement to repurchase in event of default, and secured obligation of Shippers' Car Line Corp. sold with guarantee; aggregate amount \$797,753.
 (b) Earned surplus includes \$1,013,075 representing balance due on publicly-owned shares of preferred stock out of earnings for the fiscal year ending April 30, 1942. A stockholder disputing the sufficiency of preferred dividends paid in prior years is seeking to enjoin payments of dividend on common stock, including a dividend declared July 10, 1941, until such alleged insufficiency of preferred dividends in prior years (representing \$8.28 per share on publicly-owned preferred stock) shall have been satisfied.

(c) Accounts certified, Ernest W. Bell & Co.

Financial & Operating Ratios

Curr. assets+curr. liab.	1.69
% cash & sec. to curr. assets	30.79
% inventory to curr. assets	38.94
% net curr. assets to net worth	42.40
% property depreciated	40.49
% ann. depr. & amort. to gross prop.	6.07
Capitalization:	
% preferred stock	31.17
% common stock & surplus	68.83
Sales+inventory	5.79
Sales+receivables	7.52
% sales to net property	430.16
% sales to total assets	112.57
% net inc. to total assets	4.83
% net income to net worth	4.29
Pfd. div., times earned	4.58

□ In 1940 after inventory of fixed assets resulting of an adjustment of \$18,866,280.

Analysis of Operations

Sales	100.00
Cost of sales	70.04
Sell., gen. & adm. exp.	3.05
Deprec., renew., etc.	2.37
Operating profits	24.53
Other income	0.57
Total income	25.10
Income deductions	0.47
Net income before income taxes	24.63
Income taxes	17.80
Provision for contingencies	2.54
Net income	4.29

CAPITAL STOCK

1. American Car & Foundry Co. 7% non-cumulative preferred stock; par \$100.
AUTHORIZED—300,000 shares; in treasury, 10,550 shares; outstanding, 289,450 shares; par \$100.

DIVIDEND RIGHTS—Has preference over common to non-cumulative dividends of 7% per annum. Dividends payable quarterly Jan. 1, etc.

DIVIDEND RECORD—Regular quarterly dividends paid from organization in 1899 to July 1, 1932, incl. None thereafter to Apr. 20, 1937, when 4% was paid; Apr. 23, 1938, 2½%; 1939 and 1940, none; April 19 and July 7, 1941, 1¾%; Aug. 29, 1941, 2.04%; Oct. 1 and Dec. 31, 1941, 1¾%; 1942, 7%; Feb. 23, 1943, (on arrears) \$8.29 (including \$1.04 pending under court order); April 16, 1¾%.

DIVIDEND LIMITATIONS—None.

VOTING RIGHTS—One vote per share.

LIQUIDATION RIGHTS—In dissolution entitled to \$100 per share before any distribution on common.

PREEMPTIVE RIGHTS—Full rights.

CALLABLE—Not callable.

PROPERTY SALES—Under the Articles of

1942	1941	1940	1939	1938	1937	1936
1.69	1.79	3.15	12.53	13.49	5.32	6.55
30.79	25.37	36.44	49.25	49.25	34.14	45.20
38.94	48.62	32.40	17.20	28.96	43.63	23.22
42.40	23.59	23.84	21.56	26.13	27.40	23.52
40.49	37.73	38.65	14.25	11.92	9.79	7.72
6.07	3.72	2.73	2.14	2.17	2.19	2.18
31.17	33.46	35.37	35.36	34.66	34.67	34.69
68.83	66.54	64.63	64.64	65.34	65.33	65.31
5.79	2.99	3.86	7.23	6.98	3.27	4.40
7.52	6.09	4.02	2.43	9.23	6.41	3.68
430.16	135.99	80.91	37.25	73.68	60.75	36.78
112.57	56.66	36.63	26.51	51.94	41.06	26.28
4.83	4.35	d 0.01	d 1.85	0.82	1.24	d 0.62
4.29	5.97	d 0.01	d 2.03	0.90	1.45	d 0.70
4.58	2.55	Nil	Nil	0.37	0.60	Nil
100.00	100.00	100.00	100.00	100.00	100.00	100.00
70.04	78.80	84.68	86.22	88.21	86.01	85.45
3.05	6.60	11.05	15.93	7.82	8.73	12.52
2.37	4.40	5.51	6.70	3.34	3.99	6.41
24.53	10.20	d 1.24	d 8.85	.63	1.27	d 4.58
0.57	1.59	2.68	3.00	1.63	2.52	3.12
25.10	11.79	1.44	d 5.85	2.26	3.79	d 1.25
0.47	.84	.89	.61	.25	.28	.52
24.63	10.95	.55	d 6.46	2.01	3.51	d 1.78
17.80	3.27	.59	.52	.43	.49	.57
2.54				1.58	3.02	d 2.34
4.29	7.68	d .03	d 6.97			

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.

LISTED—New York Stock Exchange.

TRANSFER AGENT—Guaranty Trust Co., New York.

REGISTRAR—Central Hanover Bank & Trust Co., New York.

ISSUED—At organization of company.

PRICE RANGE—1942 1941 1940

Preferred 73¼-55½ 79¼-56 65-34

2. American Car & Foundry Co. common stock; no par.

AUTHORIZED—600,000 shares; in treasury, 600 shares; outstanding, 599,400 shares; no par (changed from \$100 par in March, 1925, 2 no par shares issued for each \$100 share).

Dividend Record (in \$)
 (Calendar Years)
 (\$100 par shares)

1899	Nil	1900	\$1.00	1901-02	\$2.00
1903	4.00	1904	1.00	1905-06	Nil
1907-08	3.00	1909-16	2.00	1917-18	8.00
1919	9.00	1920-24	12.00	1925	\$6.00

THE BRILL CORPORATION

(Controlled by American Car & Foundry Co.)

□ Based upon cost of investments in underlying companies.

□ 217,288 A and 400,000 B no par shares.
 Note: Investments in underlying companies are stated at cost, which is \$6,299,172 (1941, \$7,560,558) in excess of their value as determined from the respective companies balance sheets at Dec. 31.

Consolidated Income Account, years ended Dec. 31 (Brill Corp. and underlying cos.):

	1942	1941
Net sales	\$34,072,208	\$22,166,605
Cost of sales	24,702,789	17,354,817
Sell., etc., exp.	1,343,992	
Oper. profit	8,025,427	4,811,788
Other income	207,022	199,935
Total income	8,232,448	5,011,723
Int. to affiliates	284,537	287,215
Other deductions	216,175	130,172
Income taxes	586,000	812,597
Excess prof. tax	5,387,000	2,622,550
Post-war tax cred.	cr 538,700	
Prov. for conting.	403,000	400,000
Balance	1,894,437	759,189

Minority int.:

Brill Co. 70

Am. C. & F. Mot. 573,151

Indebt. of Am. C. & F. Mot. & sub. 130,601

Bal. appl. to corp. 1,321,216

Earn. pfd. share. \$36.84

No. of pfd. shares 35,866

□ After deprec.: 1942, \$429,315; 1941, \$499,430.

Consolidated Balance Sheet, as of Dec. 31 (Brill Corp. and underlying cos.):

	1942	1941
Cash	\$7,114,776	\$3,934,285
U. S. Govt. secur.	499,864	
Receivables, net.	322,445	803,337
Accts. rec., net	\$5,469,509	2,540,207
Due fr. affils.	22,186	19,251
Inventories	7,599,443	7,871,334
Mktble. secur.	46,351	53,851
Total current.	\$21,074,575	\$15,222,265
Plant, etc.	4,212,375	4,290,179
Idle plants, net	847,338	877,166
Invest. in affil.	157,500	157,500
Empl. bd. subscrp.	17,652	
Post-war tax refd.	538,700	
Other invest.	34,141	34,142
Patents	1	1
Prefd. & def. accts.	298,056	529,539
Total	\$27,180,337	\$21,110,792
Liabilities:		
Notes pay. banks	\$2,000,000	\$750,000
Notes pay. affil.	5,901,064	5,901,064
Accounts payable	1,343,574	1,417,104
Accruals	633,545	734,013

1936	1937	1938	1939	1940	1941	1942
6.55	5.32	13.49	12.53	3.15	1.79	1.69
45.20	34.14	49.25	49.25	25.37	25.37	30.79
23.22	43.63	28.96	17.20	32.40	48.62	38.94
23.52	27.40	26.13	21.56	23.84	23.59	42.40
7.72	9.79	11.92	14.25	38.65	37.73	40.49
2.18	2.19	2.17	2.14	2.73	3.72	6.07
34.69	34.67	34.66	35.36	35.37	33.46	31.17
65.31	65.33	65.34	64.64	64.63	66.54	68.83
4.40	3.27	6.98	7.23	3.86	2.99	5.79
3.68	6.41	9.23	2.43	4.02	6.09	7.52
36.78	60.75	73.68	37.25	80.91	135.99	430.16
26.28	41.06	51.94	26.51	36.63	56.66	112.57
d 0.62	1.24	0.82	d 1.85	d 0.01	4.35	4.83
d 0.70	1.45	0.90	d 2.03	d 0.01	5.97	4.29
Nil	0.60	0.37	Nil	Nil	2.55	4.58
100.00	100.00	100.00	100.00	100.00	100.00	100.00
85.45	86.01	88.21	86.22	84.68	78.80	70.04
12.52	8.73	7.82	15.93	11.05	6.60	3.05
6.41	3.99	3.34	6.70	5.51	4.40	2.37
d 4.58	1.27	.63	d 8.85	1.24	10.20	24.53
3.12	2.52	1.63	3.00	2.68	1.59	0.57
d 1.25	3.79	2.26	d 5.85	1.44	11.79	25.10
.52	.28	.25	.61	.89	.84	0.47
d 1.78	3.51	2.01	d 6.46	.55	10.95	24.63
.57	.49	.43	.52	.59	3.27	17.80
		1.58	d 6.97	d .03	7.68	2.54
		3.02				4.29

(no par shares, after 2 for 1 split)

1925- 3.00 1926-30 6.00 1931- 2.75

1932-6- Nil 1937- 0.25 1938-40 Nil

1941-42 Nil □ 1943- 2.00

□ To April 26.

□ Before split-up.

VOTING RIGHTS—One vote for each 2 shares held. See also preferred (1) above.

PREEMPTIVE RIGHTS—Full rights.

PROPERTY SALES—See under preferred above.

LISTED—New York Stock Exchange.

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

REGISTRAR—Central Hanover Bank & Trust Co., New York, N. Y.

PRICE RANGE—1942 1941 1940

Common 33-20 34¼-23 33¼-18

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.

Liabilities (cont'd)

Due affil. cos. 9,925

Income tax res. 5,973,000

Total current. \$15,856,182

Empl. bd. subscrp. 17,652

Minority interest. 434,249

Conting. reserves. 1,833,100

7% pfd. (\$100) 3,713,400

Common stock. 8,000,000

Operating deficit. 8,290,094

Capital surplus. 5,161,441

Total. 8,589,748

Reacq. stock. 111,468

Net stk. & surp. 8,478,280

Total. \$27,180,337

Net curr. assets. \$5,218,393

At cost or less; less reserve: 1942, \$260,865; 1941, \$412,398.

Quoted values: 1942, \$38,424; 1941, \$44,140.

After depreciation.

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

1,318 preferred shares at cost.

Includes \$4,638,746 U. S. Government accounts receivable.

Note: Preferred arrears, Dec. 31, 1942, \$2,667,952.

Accounts certified by Lybrand, Ross Bros. & Montgomery.

Capital Stock: 1. The Brill Corp. 7% cumulative preferred; par \$100:

AUTHORIZED—85,000 shares; outstanding, 37,184 shares; par \$100.

PREFERRED—As to assets and dividends.

LIQUIDATION RIGHTS—Entitled to par and dividends.

CALLABLE—At any time at 110 on 30 days' notice.

VOTING RIGHTS—None, 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.

SINKING FUND—None.

DIVIDENDS—Initial dividend of \$1.16 2/3 (covering two months) paid June 1, 1926. Regular dividends paid thereafter quarterly Mar. 1, etc., to Sept. 30, 1932, incl.; none thereafter.

Arrears Dec. 31, 1942, \$2,667,952.

PRICE RANGE—1942 1941 1940 1939 1938

High 55½ 63 55½ 39 30

Low 40 35½ 20 21½ 15

2. The Brill Corp. class A common; no par:

AUTHORIZED—225,000 shares; outstanding, 217,288 shares; no par.

PREFERRED—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.

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 Co. manufactures and markets gasoline motors for motor buses, trucks, marine equipment and aeroplanes.