



COMPARATIVE BALANCE SHEET, AS OF

ASSETS:	Aug. 28, '28	*May 31, '26
Land, plant, etc.	\$275,694	\$231,011
Goodwill	1	1
Investments	7,500	5,000
Cash, etc.	14,668	104,305
Inventories	333,855	236,062
Notes receivable	10,387	21,000
Accounts receivable	95,609	131,223
Other assets	29,298	
Deferred charges	33,066	33,475
<b>Total</b>	<b>\$805,078</b>	<b>\$767,077</b>
<b>LIABILITIES:</b>		
Capital stock and surplus	\$234,260	\$278,519
Funded debt	306,000	350,000
Notes and accounts payable	234,175	138,558
Accruals	10,643	
Tax reserve, etc.	20,000	
<b>Total</b>	<b>\$805,078</b>	<b>\$767,077</b>

\* Giving effect to new financing. † After depreciation. ‡ Represented by 3,750 class A and 10,000 class B no par shares.

WORKING CAPITAL \$189,701 \$354,032  
**BONDED DEBT:** 1. Kahler Shoe Co., Inc. 6% sinking fund gold notes: Authorized, \$350,000; outstanding Aug. 28, 1928, \$306,000; retired, \$44,000. Dated Sept. 1, 1926; due Sept. 1, 1929.

Interest paid M&S 1 at Irving Trust Co., New York, Trustee. Coupon, \$1,000. Callable on 30 days' notice at 103 to Sept. 1, 1927 and at 1% less each year thereafter. Annual sinking fund beginning Sept. 1, 1926 of \$25,000, operating quarterly Dec. 1, etc. Indenture provides (a) that company shall not pay any dividends nor make any purchase of fixed property that would reduce net current assets below 110% of notes outstanding (b) that it will not incur any obligation having priority or on a parity with this issue nor mortgage or permit to be mortgaged any plant or real or personal property now or hereafter owned unless it has deposited with trustee, to be applied to payment of notes, the full amount due on all notes outstanding, and (c) that it will not sell any plant or real estate unless it has received consent of bankers and has paid to trustee to be applied as sinking fund moneys, full amount for which said property is to be sold or conveyed. Issued to reduce bank loans and real estate mortgage and for working capital. Pennsylvania and certain other state taxes and Massachusetts income tax refunded. Company pays normal income tax up to 2%.

Offered (\$350,000) at 99½ in Sept., 1926, by McKinley & Morris and Vought & Co., Inc., New York.

**CAPITAL STOCK:** 1. Kahler Shoe Co., Inc., class A stock: Outstanding, 3,750 shares; no par.  
 2. Kahler Shoe Co., Inc. class B stock: Outstanding, 10,000 shares; no par.

**HATHAWAY MANUFACTURING CO.:** Incorporated in 1888, under the laws of Massachusetts. Manufacturers of plain and fancy shirtings, sateens, twills, etc. Mill located at New Bedford, Mass., is equipped with 70,336 spindles and 3,374 looms.

**MANAGEMENT:** OFFICERS: Horatio Hathaway, Pres.; J. E. Stanton, Jr., Treas.; Seabury Stanton, Asst. Treas. DIRECTORS: H. H. Crapo, T. E. Brayton, H. Hathaway, H. S. Knowles, J. E. Stanton, Jr. ANNUAL MEETING: Third Thursday in Nov. OFFICE: New Bedford, Mass.

NET INCOME (before depreciation), year ended Oct. 1, 1927, \$108,595.

INCOME ACCOUNT, year ended Sept. 29, 1928: Net earnings, (d) \$100,187; depreciation, \$90,000; net loss, \$190,187; dividends, \$48,000; deficit, \$238,187.

COMPARATIVE BALANCE SHEET, AS OF

ASSETS:	Sept. 29, '28	Oct. 1, '27	Oct. 2, '26
Property account	\$2,094,333	{ \$686,517 }	\$1,963,463
Machinery		{ 1,409,277 }	
Inventories	776,415	1,073,113	1,057,733
Cash, receivable and invest.	345,674	207,745	342,860
<b>Total</b>	<b>\$3,216,427</b>	<b>\$3,376,652</b>	<b>\$3,364,056</b>
<b>LIABILITIES:</b>			
Capital stock	\$1,600,000	\$1,600,000	\$1,600,000
Accounts payable	1,996		
Reserves	808,346	768,379	859,783
Surplus	805,585	1,007,773	904,273
<b>Total</b>	<b>\$3,216,427</b>	<b>\$3,376,652</b>	<b>\$3,364,056</b>
WORKING CAPITAL	\$1,120,093	\$1,280,858	\$1,400,593

**CAPITAL STOCK:** 1. Hathaway Mfg. Co. stock: Authorized and outstanding, \$1,600,000 (reduced from \$2,000,000 in June, 1926, by retiring 4,000 shares at par); par \$100. No bonded debt. Dividends at the rate of 10% per annum were paid quarterly, March 1, etc., for a number of years to and including 1916; 1917, 10% cash and 100% stock; 1918, 28%; 1919, 6% in cash and 10% in Liberty Loan bonds; 1920, 26%; 1921, 8%; 1922, 8% cash and 25% stock; 1923, 7%; 1924 to 1927, incl., 6% per annum; March

1, 1928, 1½%; none thereafter to Mar. 1, 1929. Quoted in New Bedford, Mass.

PRICE RANGE:	1928	1927	1926	1925
Stock.....	95-64	110-104	115-95	119-105

**HETRICK MANUFACTURING CO. (THE):** Incorporated under the laws of Ohio in June, 1916, and took over a business established in 1893. Company owns and operates four plants in Toledo, Ohio, and does a combined jobbing and manufacturing business, purchasing cotton duck goods and selling same in either its original state, as a converted product or as a manufactured article. Chief manufactured articles are belts, tents, awnings, machinery and truck covers, flannels, bags, tarpaulins, waterproof materials, overalls, etc.

**MANAGEMENT:** OFFICERS: R. A. Wilbur, Pres.; I. P. Smith, Vice-Pres.; C. M. Kehr, Treas.; J. M. Kiskadden, Sec. DIRECTORS: R. A. Wilbur, I. P. Smith, C. M. Kehr, H. L. Thompson, H. E. Collins. GENERAL AUDITORS: Ernst & Ernst. ANNUAL MEETING: Third Tuesday in Nov. GENERAL OFFICE: Summit and Magnolia Sts., Toledo, O. NEW YORK OFFICE: 302 Broadway.

BALANCE SHEET, as of Oct. 31, 1928: Preferred stock, \$1,470,100; common stock (represented by 100,000 no par shares), \$500,000; notes payable, \$350,000; accounts payable, \$50,275; accruals, \$9,065; reserves, \$167,257; deficit, \$1,328,078; total, \$1,218,619. Contra: Property account, \$396,303; other real estate and equipment, \$90,828; cash, \$105,977; notes and accounts receivable, \$145,968; inventory, \$373,834; deferred charges, \$15,575; other assets, \$90,134; total, \$1,218,619.

**CAPITAL STOCK:** 1. Hetrick Mfg. Co. 7% cum. pref.: Authorized, \$5,000,000; outstanding, \$1,470,100; par \$100. Has preference as to assets and dividends and in the event of liquidation is entitled to 107½ and dividends. Callable at 107½ on any dividend date on 30 days' notice. Has no voting power except as follows, when it has exclusive voting power for six months after default is corrected: (a) default of four quarterly preferred dividends; (b) default in payment of sinking fund; (c) default in any other provision continuing for 60 days. Annual sinking fund payable Jan. 1st, of 15% of net earnings, after payment of preferred dividends, for the preceding fiscal year. Net assets must be maintained at not less than 150% of current liabilities, and net current assets at least 125% of par value of preferred outstanding. Consent of 75% of the preferred is necessary to issue any obligation of longer maturity than one year, place any mortgage or other lien (except U. S. Govt. obligation or purchase money mortgages) on the assets, issue any stock having priority or on parity with preferred. Regular dividends paid quarterly, Jan. 1, etc.

Offered (\$1,500,000) at 98½ in Jan., 1920, by Field, Richards & Co., Cincinnati and Bonbright-Herrick Co., Cleveland.

2. Hetrick Mfg. Co. common: Authorized and outstanding, 100,000 shares; no par. Common has sole voting power except as noted under preferred. Dividends, if any, not reported.

Transfer Agent and Registrar: The Commerce Guardian Trust & Savings Bank, Toledo, O.

**HOLEPROOF HOSIERY CO.:** Incorporated July 2, 1904, under the laws of Wisconsin; in 1910 purchased Kalamazoo Knitting Co., previously owned by same interests. Company manufactures silk, lisle and cotton hosiery and silk underwear. Factory located at Milwaukee, Wis., is equipped with 2,096 machines and has a daily capacity of 5,000 dozen pairs of hose. Branches at New York, Chicago, San Francisco, Los Angeles, Cleveland, O., and Atlanta, Ga.; also Sydney, Australia. Owns Luxite Silk Products Co., Tritex Hosiery Ltd. (England) and 49% of capital stock of Holeproof Co. of Canada, Ltd., London, Ont. Employees 2,200.

**MANAGEMENT:** OFFICERS: Edward Freschl, Pres.; W. W. Freschl, M. A. Freschl, J. B. Melick, Vice-Pres.; Louis Heilbronner, Sec. and Treas. DIRECTORS: Edward Freschl, W. W. Freschl, Louis Heilbronner, M. A. Freschl, J. B. Melick, Herbert Heilbronner. GENERAL AUDITORS: Arthur Anderson & Co. ANNUAL MEETING: Jan. 3. OFFICE: Milwaukee, Wis.

CONSOLIDATED INCOME ACCOUNT, YEARS ENDED DEC. 31

	1928	1927	1926
Sales	\$10,071,229	\$10,350,642	\$10,259,431
*Net profit	613,985	547,554	493,964

\* After taxes, depreciation, etc.  
 CONSOLIDATED INCOME ACCOUNT, year ended Dec. 31, 1927: Gross sales, \$10,350,642; cost of sales, \$7,480,589; operating expense, \$1,984,176; operating income, \$885,877; other

income, \$40,612; total income, \$926,489; Federal taxes, \$91,037; State income and surtaxes, \$43,744; interest, \$35,728; other deductions, \$208,425; net income, \$547,555.

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

ASSETS:	1928	1927
*Plant and equipment	\$2,505,200	\$2,613,703
Trade-mark, etc.	141,596	144,775
Canadian company	74,769	74,769
Investments	3,259	3,315
Inventories	2,619,224	2,690,301
Accounts and notes receivable	1,615,964	1,607,849
Cash	136,529	258,157
Deferred charges	67,976	55,021
<b>Total</b>	<b>\$7,164,517</b>	<b>\$7,447,930</b>
<b>LIABILITIES:</b>		
Preferred stock	\$2,349,500	\$2,485,700
Common stock	\$1,562,050	\$1,562,050
Bonded debt	29,000	35,000
Notes payable	30,354	453,670
Accounts payable	\$22,170	286,612
Accruals and reserves	\$25,275	275,240
Reserves for Wis. income taxes	36,000	37,500
Other reserves	45,803	63,279
Surplus	2,466,367	2,266,879
<b>Total</b>	<b>\$7,164,517</b>	<b>\$7,447,930</b>

\* After depreciation to Dec. 31, 1928, \$1,497,230. † Represented by 107,877 no par shares.

WORKING CAPITAL \$3,659,920 \$3,521,325

NOTE: Contingent liability, Dec. 31, 1928 foreign drafts discounted, \$326,372.

**BONDED DEBT:** 1. There were outstanding, Dec. 31, 1928, \$32,000 first 6s, due serially Sept. 15, 1929 to 1932. No other details reported.

**CAPITAL STOCK:** 1. Holeproof Hosiery Co. 7% cum. preferred: Authorized, \$2,500,000; outstanding, \$2,349,500, of which \$500,000 is held by interests identified with company; in treasury, \$75,500; par \$100. Has preference as to assets and dividends.

In liquidation, entitled to 105 and dividends if voluntary, and to par and dividends if involuntary. Callable on any dividend date on 30 days' notice at 105. Has no voting power unless four quarterly dividends or other requirements as defined, are in default, when it shall elect a majority of directors. Annual sinking fund, beginning Apr. 10, 1928, of 3% of preferred outstanding, to purchase or call preferred at not over 105. Company may anticipate redemption fund requirements by deposit of cash or preferred in excess of above 3% and shall receive credit therefor on requirements of future years. Without consent of 66% of preferred, company may not (a) create any mortgage on property owned by company or subsidiaries, except to acquire property subject to purchase money mortgages, (but company may pledge current assets in usual course of business); (b) issue notes maturing later than one year, except for purchase of equipment; (c) increase authorized amount of preferred or create any stock having priority or on a parity with this issue; (d) guarantee bonds, stock or any indebtedness or (e) sell, except to subsidiaries or controlled corporations, assets or business. Net current assets of company and subsidiaries shall be maintained at not less than 125% of preferred and current assets at not less than 175% of current liabilities. No dividends may be paid on common that would reduce net current assets below 125% of preferred; or current assets to less than twice current liabilities; or surplus below amount equal to dividend requirement for three years on preferred and no cash dividend may be paid that would reduce surplus below \$1,000,000. Issued to retire real estate indebtedness and for working capital and other corporate purposes. Free of Wisconsin State tax. Regular dividends paid quarterly, Jan. 10, etc. Quoted in Milwaukee. PRICE RANGE: 1927, 104-101.

Offered (\$1,000,000) at par in Apr., 1926, and (\$1,000,000) at par in Nov., 1926, by Morris F. Fox & Co., and First Wisconsin Co., Milwaukee.

2. Holeproof Hosiery Co. common. Authorized, 150,000 shares; outstanding, 107,877 shares; no par (changed from \$100 par in Mar., 1926). Has exclusive voting power with restrictions (see No. 1). Common stock closely held.

Transfer Agent and Registrar: First Wisconsin Trust Co., Milwaukee. Number of stockholders Dec. 31, 1927 (approx.): Preferred, 1,400; common, 20.

**HOPE WEBBING CO.:** Incorporated under the laws of Massachusetts May 25, 1917, as successor to company of same name incorporated in Rhode Island in 1889; business established in 1883. Manufactures narrow-woven and braided elastic and non-elastic fabrics of cotton, silk, worsted and jute. Product consists of complete line of all narrow fabrics for all purposes. Plant located at Pawtucket, R. I., equipped with 500 braiders and 1,200 narrow fabric

looms; employs about 1,000 people. Branch offices in New York and Chicago.

**MANAGEMENT: OFFICERS:** C. A. Horton, Pres. and Gen. Mgr.; Attmore A. Tucker, Vice-Pres. and Treas.; C. A. Pray, Sec., Providence. **DIRECTORS:** Daniel Howland, East Greenwich, R. I.; Jos. B. McIntyre, F. H. Hinkley, A. A. Tucker, G. M. Parks, C. A. Horton, Providence, R. I.; O. G. Wood, Boston, Mass. **ANNUAL MEETING:** Fourth Tuesday in February. **GENERAL OFFICE:** Pawtucket, R. I. P. O. Address: Providence, R. I.

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

ASSETS:	1928	1927	1926
*Real est., machinery, etc.	\$1,100,606	\$1,160,305	\$1,196,343
Goodwill, patents & invest.	1,001	8,186	1
Cash and receivables	717,112	578,737	685,349
Interest accrued	2,904	.....	2,962
Life insurance, cash value	91,165	82,556	75,675
Notes receivable	.....	.....	688
Inventory	576,074	685,255	705,432
Prepaid charges	.....	8,819	31,862
Investments	.....	.....	8,185
Preferred stock sink fund	.....	.....	580,000
Preferred stock premiums	.....	26,492	.....
<b>Total</b>	<b>\$2,488,862</b>	<b>\$2,500,180</b>	<b>\$3,286,497</b>
<b>LIABILITIES:</b>			
† Preferred stock	.....	.....	\$750,000
Common stock	\$1,000,000	\$1,000,000	1,000,000
Accounts payable	.....	.....	{19,281
Accrued items	31,451	22,505	{16,707
Reserves	17,779	10,616	19,351
Surplus	1,439,632	1,467,059	1,480,753
<b>Total</b>	<b>\$2,488,862</b>	<b>\$2,500,180</b>	<b>\$3,286,497</b>

\* After depreciation. † Retired, Feb. 1, 1927.

WORKING CAPITAL \$1,355,804 \$1,273,879 \$1,434,218

**CAPITAL STOCK:** 1. Hope Webbing Co., common: Authorized, \$2,000,000; outstanding, \$1,000,000; par \$100. The 7% preferred formerly outstanding was retired Feb. 1, 1927 at 110. Dividends regularly paid on common quarterly, Feb. 1, etc., but rate not made public.

Transfer Agent: First National Bank, Boston.

**HOTEL GOVERNOR CLINTON, INC.:** Incorporated under New York laws in April, 1928, to build and operate the Hotel Governor Clinton at the southeast corner of Seventh Ave. and W. 31st St., New York.

**MANAGEMENT: OFFICERS:** Maurice Cantor, Pres.; Herman Gabbe, Treas.; Robert Gabbe, Sec.; H. Schechter, Asst. Sec. **DIRECTORS:** Maurice Cantor, Carl Sherman, Herman Gabbe, Robert Gabbe, George Angel, Augustus Nulle, E. G. Griffin, G. H. Schneider. **ANNUAL MEETING:** First Tuesday in March. **OFFICE:** Seventh Ave. and W. 31st St., New York.

**BONDED DEBT:** 1. Hotel Governor Clinton, Inc. first sinking fund gold 6s, series A: Authorized, \$5,000,000; outstanding, series A, \$5,000,000. Dated Apr. 16, 1928; due April 15, 1948.

Interest paid A&O 15 at Harris, Forbes & Co., New York; Harris, Forbes & Co., Inc., Boston, or Harris Trust & Savings Bank, Chicago. Central Union Trust Co., New York, Trustee. Coupon, \$500 and \$1,000; registerable as to principal. Callable as a whole or in part on any interest date on 30 days' notice, except for the sinking fund, at 105 to Apr. 15, 1933, incl., at 102½ to Apr. 15, 1938, incl.; at 102 to Apr. 15, 1943, incl., and at 100½ to Oct. 15, 1947, incl. Sinking fund payable semi-annually beginning Oct. 15, 1931, sufficient to retire \$2,500,000 bonds by maturity by purchase at not exceeding 101 to Apr. 15, 1943, incl.; at not exceeding 100½ to Oct. 15, 1947, incl., and thereafter at not exceeding par, or, if not so available, by call at such prices. Bonds may be tendered in lieu of cash. Bonds so acquired to be cancelled. Secured by a first lien on the land, building, furniture and furnishings. Hotel building of 31 stories will be erected on the southeast corner of Seventh Ave. (88 ft.) and West 31st St. (200 ft.), New York. Building will be of stone and brick with stone and terra-cotta ornamentation and will contain 1185 outside rooms in addition to public lobbies, dining rooms, etc., and small shops facing on Seventh Avenue and West 31st Street. Cost of entire project with land is estimated in excess of \$9,300,000. By terms of mortgage under which series A and series B bonds will be issued, payment of interest and sinking fund on series A bonds will be made prior to payment of interest and sinking fund on series B bonds, and, in event of default, payment of interest and principal on series B bonds will be made subordinate to said payments on series A bonds. Pennsylvania and Connecticut 4 mills, Maryland 4½ mills, and Michigan and California not exceeding 5 mills taxes and Massachusetts not exceeding 6% income tax refunded. Company pays normal income tax up to 2%.

Offered (\$5,000,000) at par in Apr., 1928, by Harris, Forbes & Co., and R. W. Halsey & Co., Inc., New York.