

MOODY'S

INDUSTRIALS

JOHN MOODY

1930

AMERICAN AND FOREIGN

COMPARATIVE BALANCE SHEET AS OF		
ASSETS:	Sept. 30, '29	Dec. 31, '28
Real property, etc. (net).....	\$6,448,799	\$6,327,048
Developed water property.....		247,000
Good-will, etc.....	88,875	
Cash.....	181,282	522,220
Marketable securities.....	160,512	204,886
Accounts and notes receivable (net).....	1,266,777	1,181,287
Inventories.....	141,948	175,557
Prepaid items.....	86,812	703,951
Advances and investments in subs.....		18,579
Other investments.....	37,104	
Other assets.....	124,551	
Organization charges.....		
Total.....	\$13,315,729	\$13,287,199
LIABILITIES:		
Preferred stock.....	\$6,647,200	\$6,647,200
Common stock.....	4,983,700	4,683,254
Minority interest.....	5,445	
Loans payable.....	820,525	820,525
Accounts payable and payrolls.....	128,526	128,526
Federal income taxes.....		175,268
Reserve for dividend.....	1,224,088	1,224,088
Total.....	\$13,315,729	\$13,287,199
Current assets.....	\$6,403,448	\$6,784,753
Current liabilities.....	474,348	557,910

Working Capital..... \$5,989,704 \$6,167,737
 †Purchase commitments Dec. 31, 1928, for cotton amounted to \$284,000 and were not in excess of market prices. The above pro forma balance sheet gives effect to contemplated changes in the capital structure of the Berkshire Cotton Mfg. Co. change of its name and acquisition of the assets and liabilities as outlined under consolidation plan dated Feb. 26, 1929, and assuming that all stockholders of constituent companies accept new stock. * Represented by 201,702 no par shares.

CAPITAL STOCK: 1. Berkshire Fine Spinning Associates, Inc. 7% convertible cum. preferred: Authorized, \$12,500,000; outstanding, Sept. 30, 1929, \$6,647,200; par \$100.

Has preference as to assets and dividends. In voluntary liquidation entitled to 107% and in involuntary liquidation, 100. Callable as a whole or in part on any dividend date on 80 days' notice at 107%. Convertible up to fifth business day prior to date of redemption, into common stock on a basis of 2 units for each preferred share; each unit consists of one share of common and a whole or fractional share which represents a change in proportion of equity by reason of rights, stock dividend or the like. Has one vote per share after 6 quarterly dividends have been defaulted and then with certain restrictions. Consent of over 75% of preferred holders is necessary to issue stock ranking prior to or on parity with preferred or issuance any other debt, etc., except purchase money mortgages. Initial dividend of 1% paid June 1, 1929. Regular quarterly dividends paid Mar. 1, etc., to stock of record Feb. 15, etc.

2. Berkshire Fine Spinning Associates, Inc. common: Authorized, 750,000 shares (increased from 500,000 shares in Mar., 1930; outstanding, 201,702 shares; reserved for conversion of preferred, 132,944 shares; reserved for exercise of stock purchase warrants (see below), 55,000 shares; no par. Dividends exempt from Massachusetts income taxes. Initial dividend of 75 cents per share paid June 1, 1929, to stock of record May 15 and quarterly thereafter to Mar. 1, 1930.

Offered (\$3,000 common shares) at \$40 per share in March, 1929, by Baker, Young & Co., Old Colony Corp., Boston.

Transfer Agents: Old Colony Trust Co. Boston, and Chase National Bank, New York.

STOCK PURCHASE WARRANTS: The syndicate (consisting of Baker, Young & Co. as syndicate managers, Old Colony Corp. and Valley Buying & Trading Co.) agreed to underwrite at \$95 and \$35 for each preferred and common share respectively such preferred and common stock of the new company as the five original companies could not require their stockholders to take. As compensation for this underwriting the syndicate received transferable 10-year stock purchase warrants entitling it to buy 55,000 additional shares of the common stock of the company at \$45 per share for the first two years, \$47.50 per share the second two years, \$52.50 per share the third two years, \$57.50 per share the fourth two years and \$60 per share the fifth two years. Cash received by the company upon exercise of stock purchase warrants will be used to retire preferred stock, at not exceeding call price and accrued dividends, if any can be secured by purchase or call within 6 months after receipt of cash.

KING PHILIP MILLS (Controlled by Berkshire Fine Spinning Associates, Inc.): Incorporated under Massachusetts laws Sept. 15, 1871. Manufactures muslins, cambrics, satens, lawns and fine goods. Mills located at Fall

River, Mass. Number of spindles, 121,632; looms, 8,184. Number of employees, Dec. 31, 1928, 1,700.

CONTROL: On Mar. 31, 1930 Berkshire Fine Spinning Associates, Inc. took over the company thru exchange of stock on basis of 1/4 share of Berkshire preferred, 2 3/4 shares of Berkshire common and \$40 in cash for each share of King Philip Mills.

MANAGEMENT: OFFICERS: O. S. Hawes, Pres.; S. B. Chase, Treas., Fall River, Mass.; W. A. Ramsbottom, Clerk; R. G. Riley, Supt. **DIRECTORS:** W. H. Jennings, C. D. Davol, S. B. Chase, O. S. Hawes, Charles L. Holmes, Fall River, Mass.; James F. Jackson, Winchester, Mass.; Seth Sprague, New York. **ANNUAL MEETING:** Last Thursday in Oct. **OFFICE:** Fall River, Mass.

INCOME ACCOUNT, year ended Sept. 29, 1928: Operating income, \$528,000; depreciation, \$80,000; federal taxes, \$50,000; net income \$398,000; dividends, \$380,000; charged to new machinery, \$199,727; deficit, \$168,727.

COMPARATIVE BALANCE SHEET, AS OF			
ASSETS:	Sept. 29, '29	Sept. 29, '28	Oct. 1, '27
Plant and equipment.....	\$2,612,463	\$2,313,463	\$2,612,463
Inventories.....	1,031,448	610,408	448,289
Cash & accounts receivable.....	401,222	748,888	828,282
U. S. and other securities.....	600,000	600,000	600,000
Total.....	\$4,645,097	\$4,595,558	\$4,700,076
LIABILITIES:			
Capital stock.....	\$2,250,000	\$2,250,000	\$2,250,000
Reserve for taxes.....	49,000	49,000	49,000
Reserve for depreciation.....	227,939	284,508	404,235
Profit and loss.....	2,021,158	2,011,050	1,986,841
Total.....	\$4,645,097	\$4,595,558	\$4,700,076
Current assets.....	\$2,989,222	\$1,288,970	\$2,027,523
Current liabilities.....	49,000	60,000	87,000
Working Capital.....	\$1,999,822	\$1,228,970	\$2,000,523

CAPITAL STOCK: 1. King Philip Mills stock: Authorized and outstanding, \$2,250,000 (increased from \$1,500,000 Sept. 21, 1920); par \$100. Dividends at the rate of 6% per annum paid for many years to and including 1917; Jan. 1 and April 1, 1918, 3% each; July 1 and Oct. 1, 1918, 5% each; Jan. 2, 1919, 3%; April 1, 1919, 1 1/2%; July 1, 1919, 3 1/2%; Oct. 1, 1919, and Jan. 2 and April 1, 1920, 5% each; July 1, 1920, 10%; Oct. 1, 1920, 3%; Jan. 2, 1921, 2%; April 1, 1921 to Jan. 2, 1930, incl., 6% per annum. Dividends payable quarterly, Jan. 3, etc., to stock of record Dec. 20, etc.

Extra dividends paid: Oct. 1 and Dec. 30, 1916, 3 1/2% each; April 1, 1917, 2 1/2%; June 30 and Oct. 1, 1917, 3 1/2% each; March 1, 1920, 50% extra (in Liberty bonds); Dec. 20, 1922 and Sept. 30, 1923, 25% each; Dec. 22, 1925, 20%; Dec. 22, 1926, Dec. 24, 1927, and Dec. 20, 1928, 10% each; Dec. 28, 1929 5%. Paid stock dividends of 50% each in Oct., 1906, and Sept., 1920. Stock transferred and registered at company's office. Quoted in Fall River, Mass. Number of stockholders, Sept. 30, 1929, 628.

PRICE RANGE:	1929	1928	1927
Stock.....	147-90	166-128	164-126
			156-112

PARKER MILLS (Controlled by Berkshire Fine Spinning Associates, Inc.): Incorporated in Massachusetts, in 1895. Manufactures cotton goods. Property consists of three plants at Fall River, Mass. and one at Warren, R. I. Total spindles, 227,654, and 5,472 looms. In Oct., 1921, the Parker Mills were reorganized and the Hargraves Mills of Fall River acquired. Employees, 1,757. For details of recapitalization plan effected in 1926, see 1927 Manual.

CONTROL: On Apr. 29, 1930 stockholders approved plan whereby Berkshire Fine Spinning Associates, Inc. would acquire control. Parker Mills preferred stockholders were to receive for each share held 1 1/4 shares of common and 1/10 of a share of preferred of Berkshire. Common stockholders were to receive for each share held 1/4 of a share of Berkshire common. Both Parker Mills and Hargraves Mills bondholders were to receive 9 shares of Berkshire preferred for each \$1,000 bond.

MANAGEMENT: OFFICERS: Henry Ashworth, Pres.; L. S. Chase, Treas.; E. B. Lovell, Asst. Treas. and Clerk. **DIRECTORS:** F. W. Easton, R. C. Small, H. H. Parker, R. G. Emerson, R. G. Riley, Henry Ashworth, J. C. Batchelder, W. S. Cook, D. H. Atwater, A. A. Harrison, F. J. Hale, L. S. Chase, B. C. Chase. **ANNUAL MEETING:** Last Thursday in October. **OFFICE:** 941 Grinnell St., Fall River, Mass.

COMPARATIVE BALANCE SHEET, AS OF			
ASSETS:	Sept. 29, '29	Sept. 29, '28	Oct. 1, '27
Real estate and machinery.....	\$3,882,663	\$3,941,155	\$3,827,812
Cash and receivables.....	200,332	421,737	425,187
Inventories.....	1,288,889	1,288,889	1,448,201
Total.....	\$6,111,884	\$5,985,812	\$5,698,501

LIABILITIES:	Sept. 28, '29	Sept. 28, '28	Oct. 1, '27
Preferred stock	\$1,955,200	\$1,955,200	\$1,955,200
Common stock and surplus	\$1,130,573	1,390,798	1,702,297
Bonded debt	869,000	976,500	976,500
Bill & acct. payable, etc.	1,067,000	1,268,216	1,068,200
Total	\$4,111,963	\$5,590,714	\$5,698,501
Current assets	\$8,282,899	\$9,644,197	\$11,261,488
Current liabilities	1,967,000	1,268,216	1,068,200
Working Capital	\$1,258,119	\$981,511	\$898,288

* Represented by 20,278 no par common shares.

BONDED DEBT: 1. Parker Mills first gold 5s: Authorized, \$600,000; outstanding, \$489,500. Dated April 1, 1902; due April 1, 1932; interest paid A&O 1, at B. M. C. Durfee Trust Co., Fall River, Mass. Coupon, \$500 and \$1,000, registerable as to principal. Callable at 105. Secured by a first mortgage on real estate and machinery of the Parker Mills. Company does not pay normal income tax.

2. Hargraves Mills first gold 5s: Authorized, \$600,000; outstanding, \$469,500. Dated Feb. 1, 1902; due Feb. 1, 1932. Interest paid F&A 1, at B. M. C. Durfee Trust Co., Fall River, Mass. Coupon, \$500 and \$1,000; registerable as to principal. Callable at 105 on any interest date. Secured by a first mortgage on real estate and machinery of the Hargraves Mills. Issued, \$600,000, of which \$118,000 retired to Sept. 29, 1928. Assumed by Parker Mills. Company does not pay normal income tax.

CAPITAL STOCK: 1. Parker Mills 7% cum. preferred: Authorized, \$2,100,000; outstanding, \$1,955,200; par \$100. Has preference as to assets and dividends cumulative from April 30, 1929. In liquidation entitled to par and dividends. Callable on any dividend date at 105; stock of creditors who were original distributees thereof to be retired before any other shares. Entitled to one vote per share except upon default of any dividend payment, when it has exclusive voting power until accumulated dividends and regular dividends for two consecutive years have been paid. No common dividends may be paid unless 750 shares held by creditors as original distributees thereof have been retired. Until all preferred has been retired, common dividends cannot exceed \$8 per share in any year. Dividends payable quarterly Feb. 1, etc.

2. Parker Mills common: Authorized, 28,000 shares; outstanding, 20,278 shares; no par. Entitled to one vote per share. For voting and dividend restrictions, see above (No. 1).

Stock transferred and registered at company's office. Both classes quoted in Fall River, Mass. Number of stockholders, Dec. 31, 1928: Preferred, 818; common, 499.

BULOVA WATCH CO., INC.: Incorporated in New York in 1928 to succeed the J. Bulova Co., a manufacturing jewelry business incorporated in New York in 1911. Established in 1875. Company and its wholly owned subsidiaries manufacture strap and wrist watches, pocket watches and desk and boudoir clocks. Owns plant at Bienna, Switzerland, and leases plants at Providence, R. I., and New York City. Employees number about 2,800.

MANAGEMENT: OFFICERS: Joseph Bulova, Pres.; Arde Bulova, Vice-Pres. and Treas.; Ira Guilden, John Ballard, Vice-Pres.; Anna Fox, Sec. **DIRECTORS:** Joseph Bulova, Arde Bulova, John Ballard, Ira Guilden, Anna Fox, F. R. Bauer. **ANNUAL MEETING:** May 1. **OFFICE:** 580 Fifth Ave., New York.

CONSOLIDATED INCOME ACCOUNT, YEARS ENDED DEC. 31

	1929	1928	1927
Gross profit	\$4,121,049	\$3,008,971	\$3,014,565
Expenses	2,099,439	1,648,798	1,084,312
Depreciation	61,564	51,310	87,377
Operating profit	2,060,046	1,408,863	912,876
Other income	62,366	60,568	53,098
Total income	2,092,412	1,469,431	966,074
Federal taxes	194,089	149,144	88,528
Interest and miscel. deduct.	318,278	236,599	284,349
Net profit	1,584,045	1,083,678	651,299
Preferred dividends	148,627	.....	.....
Balance	\$1,441,228	\$1,083,678	\$651,299
* Earned per share, com.	\$31.70	\$21.87	\$12.03
* Earned per share, pref.	5.34	8.90	1.78

* Based on 50,000 preferred and 275,000 no par shares.

CONSOLIDATED BALANCE SHEET, AS OF

	June 30, '29	Sept. 28, '28	Dec. 31, '28
Plant, property and equip., etc.	\$216,849	\$204,512	\$204,512
Notes	599,086	599,086	599,086
Other assets	3,773,175	4,512,592	4,512,592
Notes and accounts receivable (net)	1,999,897	1,999,897	1,999,897
Reserves	88,212	88,212	88,212
Deferred charges	109,274	109,274	109,274
Total	\$6,614,745	\$6,470,229	\$6,470,229

LIABILITIES:	June 30, '29	Dec. 31, '28
Preferred stock	1,955,200	\$2,750,000
Common stock	1,900,000	800,000
Mortgage payable	27,707	27,707
Bank loans	282,600	282,600
Accounts payable	719,936	371,500
Drafts and acceptances payable	.....	180,100
Due to salesmen and others	80,934	.....
Accounts (incl. Federal & franchise taxes)	159,768	889,462
Unearned surplus	1,777,710	1,604,578
Total	\$6,514,745	\$6,470,229
Current assets	\$9,582,188	\$6,299,189
Current liabilities	1,258,225	102,511
Working Capital	\$8,323,963	\$6,196,678

† Represented by 50,000 preferred and 275,000 common no par shares, respectively. ‡ After depreciation. § Pro forma, giving effect to new capitalization, consolidation and financing.

CAPITAL STOCK: 1. Bulova Watch Co., Inc. \$8.50 cum. convertible preferred: Authorized and outstanding, 60,000 shares; no par.

Has preference as to assets and dividends. In any liquidation entitled to \$55 per share and dividends. Callable as a whole or in part on any dividend date on 80 days' notice at \$55 per share. Has equal voting power per share with common. Convertible at any time up to ten days prior to date set for redemption into no par common stock, share for share, with proportionate adjustments in the case of split-ups of, or stock dividends on, common stock. No dissolution, consolidation or merger shall become effective until ten days after approval by stockholders and during such ten days but not after the expiration thereof holders of preferred may convert. Additional preferred may not be authorized without consent of at least a majority of preferred. Consent of two-thirds of preferred is necessary to create stock having priority or on a parity herewith. Dividends on common may be paid only out of surplus earned subsequent to Dec. 31, 1928 and then only provided that after such payment consolidated net assets would not amount to less than \$3,000,000. Preferred and common stocks have same pre-emptive rights. Issued to increase net working capital and for other purposes. Initial dividend of 87 1/2 cents paid June 1, 1929. Regular dividends paid quarterly March 1, etc., to stock of record Feb. 15, etc.

Offered (50,000 shares) at \$50 per share in Feb., 1929, by Bauer, Fogue, Pond & Vivian, New York; Folds, Buck & Co., Chicago, and Stein Bros. and Boyce, Baltimore.

2. Bulova Watch Co., Inc. common: Authorized, 325,000 shares; outstanding, 275,000 shares; reserved for conversion of preferred 50,000 shares; no par. Has equal voting power per share with preferred. Initial dividend of 75 cents paid Dec. 1, 1929, to stock of record Nov. 15; Mar. 1, 1930, 75 cents.

Offered (75,000 shares) at \$29 per share in Feb., 1929, by Bauer, Fogue, Pond & Vivian, New York; Folds, Buck & Co., Chicago, and Stein Bros. & Boyce, Baltimore. Present offering has been purchased from individuals.

Transfer Agents: Guaranty Trust Co., New York, and Continental Illinois Bank & Trust Co., Chicago. Registrars: Chatham Phenix National Bank & Trust Co., New York, and First Union Trust & Savings Bank, Chicago. Both classes listed on Chicago Stock Exchange; common listed on New York Stock Exchange. **PRICE RANGE:** (Preferred), 1929, 50 1/4-88; (common), 40 1/4-20.

CLARK LIGHTER CO., INC.: Incorporated in Maryland, Feb. 17, 1925, to acquire business, assets and good will of W. G. Clark & Co., Inc., originally incorporated in Massachusetts in 1882. Manufactures pocket lighters for cigarettes, cigars and pipes. Number of employees Dec. 31, 1928, 95.

MANAGEMENT: OFFICERS: E. F. Clark, Pres.; J. F. Clark Vice-Pres.; E. R. Wason, Sec. and Treas. **DIRECTORS:** E. F. Clark, J. F. Clark, Stanton Griffin, J. P. Harris, R. L. Gardner, O. A. Glassbrook, Jr., S. B. Thorne. **GENERAL AUDITORS:** P. N. Miller & Co., New York. **ANNUAL MEETING:** First Tuesday in Feb. **OFFICE:** 580 Fifth Ave., New York, N. Y.

COMPARATIVE INCOME ACCOUNT, YEARS ENDED DEC. 31

	1929	1928	1927
Gross profit	\$228,536	\$246,264	\$155,619
Selling and admin. expenses	273,207	274,051	181,483
Operating profit	(d) 45,681	71,483	584,137
Other income	5,086	17,334	11,764
Total income	(d) 40,595	88,817	605,901
Federal taxes	.....	12,500	88,712
Other deductions	.....	.....	5,078
Net profit	(d) 40,595	76,317	492,089
Dividends	.....	97,500	.....
Surplus	(d) \$40,595	(d) \$21,818	.....