

MOODY'S

INDUSTRIALS

JOHN MOODY

1931

AMERICAN AND FOREIGN

HARRISON'S ORANGE HUTS, INC.: Incorporated under laws of Delaware Oct. 29, 1928, as successor to company of same name formed in 1924. Company is a chain store organization engaged in the conduct of orange huts and sandwich shops throughout the Middle West. Has basic patents covering the "Orange Wheel" extractor used in business. Principal product of company is "Heart of Orange," an orange drink. Huts are operated in Chicago, Kansas City, St. Louis, Milwaukee, Gary, Ind., Hot Springs, Ark., etc. As of Apr. 16, 1930 company was operating 10 huts directly and 6 other huts through 5 subsidiaries. Owns entire capital stock of Heart of Orange, Inc.

BANKRUPTCY PETITION DISMISSED: A petition in involuntary bankruptcy filed against company on Dec. 27, 1929, was dismissed April 11, 1930.

MANAGEMENT: OFFICERS: Monroe Harrison, Pres.; I. N. Harrison, Vice-Pres.; J. F. O'Connell, Sec.; J. C. Harrison, Treas. **DIRECTORS:** Monroe Harrison, I. N. Harrison, J. F. O'Connell, J. C. Harrison, T. E. Wilkinson, T. M. McGowan, E. J. Williamson. **GENERAL AUDITORS:** Arthur Anderson & Co. **ANNUAL MEETING:** Fourth Monday in Jan. **EXECUTIVE OFFICE:** 1502 Michigan Ave., Chicago, Ill.

CONSOLIDATED INCOME ACCOUNTS FOR SEATED PERIODS (Including Harrison Log Cabin and Wnt No. 561 acquired Aug. 31, 1928)

	Year ended Sept. 31, '29	Eight mos. ended Aug. 31, '30	Year ended Dec. 31, '27
Sales	\$3,827,901	\$1,503,947	\$1,325,537
Cost of sales	1,179,349	648,418	427,907
General, etc., expenses	1,787,872	742,988	871,158
Depreciation, etc.		64,736	55,635
Net income	(d) 89,230	107,823	170,819
Margin of profit		5.8%	15.7%
Other income	16,517	81,262	19,001
Total income	(d) 58,403	189,784	189,820
Federal taxes		15,370	22,200
Other deductions	25,422	45,894	51,301
Balance	(d) 88,826	978,820	\$114,319
*Earnings per share		\$0.78	\$1.16

CONSOLIDATED BALANCE SHEET, as of Oct. 31, 1929: Capital and surplus, \$1,114,698; long term purchase money obligations, \$72,537; equity in minority interest in subsidiaries, \$64,897; deferred royalty income, \$7,100; notes payable, \$38,874; accounts payable, \$128,937; current debts on contracts payable, \$24,768; accruals, \$22,912; Federal income tax reserve, \$5,000; Monroe Harrison personal account, \$3,160; total, \$1,498,868. **Contra:** Property, plant, equipment, etc. (less depreciation), \$892,454; leaseholds (less amortization), \$94,800; good will, \$567,187; cash, \$23,028; accounts receivable (net), \$28,140; inventories, \$22,160; cash value life insurance, \$500; advances to stockholders, \$2,103; prepaid expenses, \$14,728; deferred expense, \$43,542; total, \$1,482,669.

CAPITAL STOCK: 1. Harrison's Orange Huts, Inc. common: Authorized, 100,000 shares (increased from 50,000 shares, Oct. 20, 1928); outstanding, 100,000 shares; no par. Preferred stock formerly outstanding was retired Nov. 1, 1928. No dividends reported.

Listed on Chicago Curb Exchange. Transfer Agent: First Union Trust & Savings Bank, Chicago. Registrar: Continental Illinois Bank & Trust Co., Chicago. Offered (55,000 shares) at the market in Nov., 1928 by McGowan, Cassidy & White, Chicago.

HATHAWAY MANUFACTURING CO.: Incorporated under the laws of Massachusetts. Manufacturers of plain and fancy shirtings, satens, twills, etc. Mill located at New Bedford, Mass., is equipped with 70,836 spindles and 8,374 looms.

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

COMPARATIVE INCOME ACCOUNTS, YEARS ENDED

	Sept. 27, '30	Sept. 28, '29	Sept. 28, '28
Operating profit	\$62,819	\$109,000	(d) \$100,187
Depreciation	50,000	51,000	50,000
Net income	(d) 37,281	52,000	(d) 190,187
Dividends	48,000	32,000	48,000
Surplus	(d) 975,261	\$20,000	(d) 928,187

COMPARATIVE BALANCE SHEET, AS OF

	Sept. 27, '30	Sept. 28, '29	Sept. 28, '28
Property account	\$682,817	\$628,517	\$628,517
Machinery	1,459,850	1,459,587	1,457,523
Reservories	700,588	802,225	770,122
Accounts receivable	200,588	219,989	
Cash	695,262	81,292	\$16,674
Securities owned	9,097	60,378	
Total	\$2,261,297	\$2,262,841	\$2,216,427

LEASHELD:

	Sept. 27, '30	Sept. 28, '29	Sept. 28, '28
Capital stock	\$1,600,000	\$1,600,000	\$1,600,000
Accounts payable			1,799
Tax reserve			6,798
Res. for dep. of inventories	112,224	112,224	112,224
Depreciation reserve	789,105	744,652	692,682
Surplus	740,338	826,877	805,585
Total	\$2,261,297	\$2,262,841	\$2,216,427
Current accounts	\$1,109,870	\$1,269,897	\$1,288,028
Current liabilities		418	4,766
Working Capital	\$1,109,870	\$1,269,899	\$1,217,393

CAPITAL STOCK: 1. Hathaway Mfg. Co. stock: Authorized and outstanding, \$1,600,000 (reduced from \$2,000,000 in June, 1928, 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, 23%; 1919, 6% in cash and 10% in Liberty Loan bonds; 1920, 24%; 1921, 6%; 1922, 8% cash and 25% stock; 1923, 7%; 1924 to 1927, incl., 6% per annum; March 1, 1928, 1 1/2%; none thereafter to June 1, 1929, when 1% was paid and quarterly thereafter to June 1, 1930, incl.; Sept. 1, 1930, none; Dec. 1, 1930, 1%; Mar. 1, 1931, none. Quoted in New Bedford, Mass.

PRICE RANGE:

	1929	1928	1927	1926
Stock	45-38	64-44 1/2	65-54	110-104

HAWAIIAN IRRIGATION CO., LTD.: Incorporated under Hawaiian laws in 1904. Charter gives company a practical monopoly of the supply and distribution of mountain water for a term of 40 years from July 1, 1904; also right to generate electricity from water power, and to furnish same for power and lighting purposes. Ditches are located at Hamakua, Island of Hawaii, upper system is 27 miles in length and lower system 28 miles. Supplies water to the Honokaa Sugar Co. and Paauhau Sugar Plantation Co.

MANAGEMENT: OFFICERS: J. W. Waldron, Pres. and Mgr.; A. L. Castle, Vice-Pres.; G. H. Schneider, Treas.; F. A. Schaefer, Sec., Honolulu, T. H. **DIRECTORS:** E. W. Shingle, A. L. Castle, E. E. Spaulding, E. E. Wodehouse, J. W. Waldron, G. H. Schaefer, F. A. Schaefer, Honolulu, T. H. **AGENTS:** F. A. Schaefer & Co., Ltd., Honolulu, T. H. **GENERAL AUDITORS:** Young, Lamberton & Pearson. **ANNUAL MEETING:** In March. **OFFICE:** 401 Castle & Crook Bldg., Honolulu, T. H.

COMPARATIVE EARNINGS, YEARS ENDED DEC. 31

	1929	1928	1927
Sales	\$125,812	\$155,499	\$137,812
Expenses, etc.	189,040	144,082	165,598
Net profit	(d) \$92,737	\$14,417	(d) \$12,877

COMPARATIVE BALANCE SHEET, AS OF DEC. 31

	1929	1928
Property accounts	\$2,619,312	\$2,054,555
Current assets	71,106	54,522
Trusts	130,514	118,811
Advances, etc.	228	1,369
Profit and loss	104,158	101,423
Total	\$2,925,227	\$2,329,561

LIABILITIES:

	1929	1928
Capital stock	\$1,250,000	\$1,250,000
Bonded debt	815,000	815,000
Current accounts	208,684	204,012
Reserves	80,147	80,147
Suspense accounts	27,346	27,346
Total	\$2,325,227	\$2,329,561

BONDED DEBT: 1. Hamakua Ditch first 6s: Authorized, \$200,000; outstanding, \$162,000. Dated Dec. 31, 1906; due Dec. 31, 1946. Interest paid J30&D81. E. E. Spaulding, Honolulu, T. H., Trustee. Denomination, \$1,000. Issued \$200,000, of which \$38,000 have been retired. Sinking fund 1 1/4% of outstanding bonds annually. Callable at 105. Secured by a first mortgage on upper ditches, etc. Underlies \$656,000 Hawaiian Irrigation Co., Ltd., 6s of 1949 (No. 2). Company does not pay normal income tax.

2. Hawaiian Irrigation Co., Ltd. 6s: Authorized, \$1,000,000; outstanding, \$656,000. Dated July 1, 1909; due July 1, 1949. Interest paid J&J 1. E. E. Spaulding and E. H. Wodehouse, Honolulu, T. H., Trustees. Denomination, \$1,000. Sinking fund of 1 1/4% annually, beginning July 1, 1918. Callable at 110 between July 1, 1914 and Jan. 1, 1920, and at 105 thereafter. Secured on all property of company, subject to \$162,000 Hamakua Ditch first 6s of 1946 (No. 1), for the retirement of which bonds of this issue are reserved. Company does not pay normal income tax.

CAPITAL STOCK: 1. Hawaiian Irrigation Co., Ltd. stock: Authorized and outstanding, \$1,250,000; par \$10. No dividends paid to May 5, 1931. Transfer Agent and Registrar: F. A. Schaefer & Co., Ltd., Honolulu.

HAZLE BROOK COAL CO.: Incorporated under Delaware laws in 1916. On Jan. 1, 1923, acquired Upper Lehigh Coal Co.; Midvalley Coal Co.; J. S. Wents Co.; Maryd Coal Co.; Raven Run Colliery Co.; Lykens Valley Coal Co.; and Girardville Mining Co. Operates under lease, seven anthracite collieries with annual capacity of 1,500,000 tons. Owns five breakers. Leases cover 8,912 acres of coal lands in Pennsylvania with about 20,000,000 tons of recoverable coal. Number of employees, Dec. 31, 1929, 1,285.

CONTROL: Company is controlled by Markle Corp.
MANAGEMENT: OFFICERS: D. Markle, Chairman and Pres.; T. E. Snyder, A. B. Jessup, Vice-Pres.; W. W. Hindemach, Sec. and Treas. **DIRECTORS:** D. Markle, A. B. Jessup, W. W. Hindemach, Jeddo, Pa.; A. Markle, Jr., Eckley, B. C. Markle, T. E. Snyder, Hazleton, Pa.; Arthur E. Newbold, E. B. Leisenring, E. H. York, H. G. Lloyd, Jr., R. H. Knode, Philadelphia, Pa.; John Markle, 2nd, Allentown, Pa. **GENERAL OFFICE:** Jeddo, Pa.

BONDED DEBT: 1. Hazle Brook Coal Co. 6% gold notes: Authorized, \$2,000,000; outstanding, \$1,800,000; retired to May 2, 1931, \$700,000. Dated Mar. 1, 1926; due in varying amounts each M&S 1 from Mar. 1, 1929 to Mar. 1, 1936 inclusive. Interest paid M&S 1 at Fidelity-Philadelphia Trust Co., Philadelphia, Trustee. Coupon, \$1,000; registrable as to principal. Callable in reverse order on any interest date on 30 days' notice at par plus 1/4% for each year of unexpired term. A direct obligation of company but not secured by mortgage. Issued for new construction, for retirement of indebtedness and for other corporate purposes. Free of Pennsylvania State tax. Company pays normal income tax up to 2%.

Offered (\$2,000,000) in Feb., 1926 by Brown Bros. & Co., and Edward B. Smith & Co., Philadelphia, to yield from 5.50% to 6.40%, according to maturity.

NOTE: There are also outstanding \$400,400 6% unsecured notes, due May 31, 1933; no further details reported.

CAPITAL STOCK: 1. Hazle Brook Coal Co., 6 1/2% cum. preferred series of 1928: Authorized, \$2,000,000; outstanding, \$845,100; par \$100. Has preference as to assets and dividends. No details available.

2. Hazle Brook Coal Co. common: Authorized, 30,000 shares; outstanding, 29,985 shares; no par (changed from \$100 par in Mar, 1928 on a share for share basis. No dividends paid. Practically all owned by Markle Corp.

NOTE: The class A and B cum. preferred formerly outstanding was retired June 11, 1928, holders had right to exchange their stock for new 6 1/2% cum. preferred series of 1928.

Stock transferred at company's office. Registrar: Delaware Registration & Trust Co., Wilmington. Number of stockholders, Dec. 31, 1929, 24.

HEARST MAGAZINES, INC.: Incorporated in Delaware Feb. 25, 1927. Owns entire capital stock of International Magazine Co., Inc., which publishes Good House-keeping, Cosmopolitan, Harper's Bazaar, Motor and Motor Boating, which magazines have a monthly circulation of 3,160,000.

MANAGEMENT: OFFICERS: W. R. Hearst, Pres.; D. E. Town, Vice-Pres.; A. W. Clark, Treas.; E. D. Fulton, Asst. Treas.; W. E. Miller, Sec.; E. D. Fulton, Asst. Sec., New York. **DIRECTORS:** W. R. Hearst, D. E. Town, A. W. Clark, W. E. Miller, Ray Long, New York. **OFFICE:** 57th Street at 8th Avenue, New York.

EARNINGS AND BALANCE SHEET: For latest published, see 1930 MANUAL.

BONDED DEBT: 1. Hearst Magazines, Inc. debenture gold 6s of 1927: Open indenture; outstanding, \$7,012,000; retired to May 2, 1931, \$2,988,000. Dated Mar. 1, 1927; due each Mar. 1, to 1938, incl.

Interest paid M&S 1, at Halsey, Stuart & Co., Inc., New York and Chicago. Guaranty Trust Co., New York, Trustee. Coupon, \$100, \$500 and \$1,000; interchangeable; registrable as to principal; exchangeable for registered debentures in denominations of \$1,000 and multiples. Callable in part on 45 days' notice at 102 3/4 (in inverse order of maturities) and as a whole at par. Guaranteed, unconditionally, as to principal and interest by William Randolph Hearst. A direct obligation of Hearst Magazines, Inc., and secured by pledge of all outstanding capital stock, except directors' qualifying shares of its subsidiary, International Magazine Co., Inc., and by pledge of first mortgages on improved real estate in City of New York owned by International Magazines, Inc., appraised at \$2,700,000. Additional debentures may be issued for acquisition of magazines or of subsidiary companies owning magazines or additional magazines by a subsidiary or for acquisition by the company or a subsidiary

of real estate and/or buildings useful in connection with publishing of magazines or for improvement thereof, to the extent of 65% of value of real estate and buildings (not including equipment) and to the extent of 50% of net worth of stock of such subsidiary or the value of such magazine, exclusive of appraised value of real estate and buildings.

Indenture provides for monthly payment to Halsey, Stuart & Co., Inc., beginning May 1, 1927, of amounts sufficient to meet interest and principal requirements. Neither the company nor its subsidiary will pay dividends (other than stock dividends) except out of earnings subsequent to Mar. 1, 1927. Company agrees that neither it nor its subsidiary shall create any indebtedness other than that issued under the indenture (however, additional property may be acquired, subject to purchase money mortgages or conditional sales agreements, to secure balance of purchase price of property not exceeding 80% of value thereof) and will not contract any other indebtedness or pledge its credit or make any guarantees except in usual course of business. Issued for acquisition of property, to retire certain liabilities of International Magazine Co., Inc., and for other corporate purposes. Listed on Boston Stock Exchange, Pennsylvania and California 4 mills and District of Columbia 5 mills taxes and Massachusetts 6% income tax refunded. Company normal income tax up to 2%.

Offered (\$10,000,000) in Mar., 1927, by Halsey, Stuart & Co., Inc., New York, and Anglo London Paris Co., San Francisco, to yield from 6% to 6.27% according to maturity.

CAPITAL STOCK: 1. Hearst Magazines, Inc. stock: Authorized and outstanding, 50,000 shares; no par. All owned indirectly by William Randolph Hearst.

HOME SERVICE CO. (ORE.): Incorporated under Oregon laws in 1920 as a consolidation of Troy, Crystal and United States laundries; Allyns Cleaning & Dyeing Establishment and Troy Garage Company; subsequently acquired other properties by purchase or lease, including Union Laundry Co. and National Laundry Co. Company and its subsidiaries handle over 70% of the laundry business in Portland, Ore.

MANAGEMENT: OFFICERS AND DIRECTORS: P. G. Allen, Pres.; J. A. Clancy, Vice-Pres.; I. T. Richards, Sec. and Treas. **GENERAL AUDITORS:** Peat, Marwick, Mitchell & Co. **OFFICE:** Portland, Ore.

CONSOLIDATED INCOME ACCOUNT YEARS ENDED DEC. 31

	1929	1928	1927
Gross revenue	\$1,292,800	\$1,004,446	\$1,391,843
Operating expenses	1,139,950	1,139,628	1,184,521
Net earnings	152,850	168,312	168,332
Other income	28 1/2	34,125	14,923
Total income	183,225	192,955	171,804
Interest charges	48,200	51,657	50,879
Miscellaneous charges	81,928	38,854	43,466
Net income	109,420	107,785	103,989
Federal taxes	11,152	11,152	11,174
Balance	\$93,268	\$96,633	\$92,765
Earned per share, pfd.	\$47.08	\$47.76	\$54.48
Earned per share, common	5.84	5.84	4.15
Number of preferred shares	1,900	1,900	2,000
Number of common shares	1,946	1,946	18,496

COMPARATIVE BALANCE SHEET, AS OF DEC. 31

	1929	1928	1927
Assets:			
Land, buildings and equipment	\$1,522,737	\$1,529,122	\$1,529,122
Investments	476,327	428,479	428,479
Cash	17,243	17,029	17,029
Notes & accounts receivable (net)	60,298	62,896	62,896
Inventories	51,893	51,893	51,893
Sinking fund	11,306	12,318	12,318
Due from officers	33,523	33,523	33,523
Deferred charges	22,239	22,239	22,239
Total	\$2,266,055	\$2,278,523	\$2,278,523
LIABILITIES:			
Preferred stock		\$1,900,000	\$1,900,000
Common stock and surplus		11,137,855	11,137,855
Fixed debt	604,988	728,000	728,000
Mortgage payable	99,883	99,883	99,883
Sinking fund	99,883	99,883	99,883
Accounts payable and accruals	81,377	66,124	66,124
Tax reserve	79,997	77,129	77,129
Purchase contract payable	121,722	121,722	121,722
Total	\$2,266,055	\$2,278,523	\$2,278,523
Current assets	\$169,188	\$169,188	\$169,188
Current liabilities	72,445	72,445	72,445
Working Capital	\$96,743	\$96,743	\$96,743

* After depreciation. † Represented by 12,445 no par shares.

BONDED DEBT: 1. Home Service Co. first and collateral sinking fund gold 7s: Authorized, \$550,000; outstanding, \$337,500; retired to May 2, 1931, \$212,500. Dated Oct. 1, 1926; due Oct. 1, 1936.

Interest paid A & O 1 at Portland Trust & Savings Bank, Portland Ore., Trustee. Coupon, \$100, \$500 and \$1,000; registrable as to principal. Callable on any interest date on 30 days' notice in part at 103 or as a whole at