

MOODY'S

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INDUSTRIALS

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JOHN MOODY

1932

AMERICAN AND FOREIGN

Callable on any interest date on 60 days' notice at par. Secured by first mortgage on certain properties of company.

**CAPITAL STOCK:** 1. Relay Motors Corp. \$7 cum. preferred: Authorized, 25,000 shares; outstanding, Dec. 31, 1929, 10,886 shares; no par. Has preference as to assets and dividends (cumulative from Aug. 15, 1927). In liquidation entitled to \$100 per share and dividends. Callable on any dividend date on 60 days' notice at \$100 per share and dividends. Has one vote per share. Without consent of 66 2/3% of preferred outstanding, no mortgage or other lien (except a purchase money mortgage) shall be created; authorized preferred may not be increased; no other preferred having preference over, or on a parity with this issue be created, nor shall any amendment be made to corporation's certificate of incorporation diminishing rights of this issue. Holders of \$7 preferred stock or common have no preemptive rights to purchase or to subscribe for any additional stock.

2. Relay Motors Corp. common: Authorized, 500,000 shares; outstanding, Jan. 1, 1930, 401,572 shares; no par. Has one vote per share. Number of stockholders, Feb. 1, 1930: Preferred, 18; common, 170.

Transfer Agent: First National Bank of Bridgeport, Conn.

**CAPITAL INCREASE:** On Feb. 24, 1931 company notified Secretary of State at Dover, Del. of an increase in no par capital stock from 525,000 to 1,031,500 shares. Details of increase, not reported.

**ALABAMA BY-PRODUCTS CORP.:** Incorporated in June, 1920, as a consolidation of Majestic Coal Co., Imperial Coal & Coke Co., Birmingham Coke & By-Products Co., and Industrial Gas Corp., all located adjoining Birmingham, in Jefferson County, Alabama. In 1925 company merged Pratt Consolidated Coal Co. and its subsidiary, Globe Coal Co. Company mines bituminous coal, manufactures cokes, gas, and other coal by-products. In Jan., 1926, company sold 9,300 acres of coal lands for \$1,200,000. In June, 1929, plant, equipment and franchise of Industrial Gas Corp., subsidiary, was sold to Birmingham Gas Co. for \$1,350,000. Number of employees May 1, 1932, 2,500.

**MANAGEMENT:** OFFICES: Erskine Ramsay, Chairman; Horace Hammond, Pres.; A. P. Bush, Vice-Pres.; J. A. Shook, Sec.; H. L. Morrow, Treas. DIRECTORS: J. W. Porter, Horace Hammond, A. P. Bush, H. L. Morrow, Erskine Ramsay, B. F. Moore, E. L. Hampton. ANNUAL MEETING: Second Tuesday in April. OFFICE: Webb Crawford Bldg., Birmingham, Ala.

COMPARATIVE PRODUCTION STATISTICS (TONS)

	1921	1930	1929	1928
Coal	1,430,087	1,710,080	1,873,872	1,872,182
Coke	481,213	486,171	560,897	500,265

COMPARATIVE INCOME ACCOUNTS, YEARS ENDED DEC. 31

	1931	1930	1929
Earnings from sales	\$958,587	\$1,217,127	\$1,242,218
Other income	133,523	160,267	880,523
Total income	1,092,110	1,377,394	2,122,741
†Interest charges	483,213	502,883	582,557
Taxes, etc.	126,654	131,969	140,809

‡Balance \$497,558 †Before depreciation and depletion. † Not including income bonds.

CONSOLIDATED BALANCE SHEET, AS OF DEC. 31

	1931	1930
<b>ASSETS:</b>		
Property account	\$27,195,511	\$27,139,902
Investments	309,785	314,867
Cash	217,672	250,569
Notes and accounts receivable	229,704	454,464
Inventories	793,127	795,393
Land notes receivable	530,000	530,000
Other assets	56,192	86,437
Total	\$29,902,910	\$29,623,931
<b>LIABILITIES:</b>		
Preferred stock	\$3,886,500	\$3,886,500
†Common stock & surplus	2,128,244	2,287,725
Bonded debt	5,770,000	5,770,250
Balance due on contracts, 1929	2,728	—
Accounts payable	152,765	629,210
Accruals	26,240	88,432
Depreciation and depletion reserve	6,261,417	5,897,057
Other reserves	854,750	874,244
Deferred payments	750,000	900,000
Total	\$29,902,910	\$29,823,301
Current assets	\$1,493,488	\$1,399,305
Current liabilities	\$86,207	\$81,583
Working Capital	\$1,407,281	\$1,317,722

† Represented by 75,780 no par shares.

**BONDED DEBT:** 1. Pratt Consolidated Coal Co. first sinking fund gold 5s: Authorized, \$6,000,000; outstanding, April 28, 1932, \$2,420,000; retired, \$2,560,000. Dated

Jan. 1, 1935; due Jan. 1, 1955. Interest paid J&J 1 at Central Hanover Bank & Trust Co., New York. Coupon, \$1,000. Title Guarantee Loan & Trust Co., Birmingham, Ala., Trustee. Sinking fund, 1% per annum on amount outstanding. Callable any time at 105. Secured by a first mortgage on about 70,000 acres of developed coal lands. Underlie \$4,180,500 Alabama By-Products Corp. first cons; and ref. 6s of 1955 (No. 3). Company does not pay normal income tax.

2. Globe Coal Co. first purchase money gold 6s: Authorized, \$460,000; outstanding, April 23, 1932, \$238,000; retired, \$227,000. Dated May 1, 1911; due May 1, 1941. Interest paid M&N 1 at Title Guarantee Loan & Trust Co., Birmingham, Ala., Trustee. Coupon, \$250 and \$1,000. Callable at any time at 110. Sinking fund of 1% per annum on amount of gross issue to be applied semi-annually to purchase of bonds. Secured by a first mortgage on about 30,000 acres of coal lands. Underlie \$4,180,500 Alabama By-Products Corp. first cons. and ref. 6s of 1955 (No. 3). Company does not pay normal income tax.

3. Alabama By-Products Corp. first consolidated and refunding gold 6s: Authorized, \$8,000,000; outstanding, April 23, 1932, \$4,180,500. Dated Jan. 1, 1925; due Jan. 1, 1955.

Interest paid J&J 1 at First National Bank, Birmingham, Ala., Trustee. Callable at any time on 30 days' notice at 103 prior to Jan. 1, 1930, at 102 until Jan. 1, 1940, at 101 until Jan. 1, 1950, and at par thereafter. Bonds may also be purchased or called for sinking fund. Sinking fund payable annually beginning Jan. 1, 1930, of 1% of maximum amount of bonds at any time outstanding, plus interest on bonds previously retired to redeem bonds by purchase at not exceeding the redemption price, or, if not so obtainable by call by lot. Secured by a first mortgage on all properties formerly owned by Pratt Consolidated Coal Co., Majestic Coal Co., Imperial Coal & Coke Co., Birmingham Coke & By-Products Co. and Alabama By-Products Corp., subject to \$2,420,000 Pratt Consolidated Coal Co. first 1/2 5s of 1955 (No. 1) \$238,000 Globe Coal Co. first gold 6s of 1941 (No. 2); \$145,792 due U. S. Government. Additional bonds may be issued (a) up to \$654,000 to retire outstanding prior indebtedness, other than Pratt Consolidated Coal Co. bonds, (b) up to \$2,962,000 to cover 75% of cost or value of additions or acquisitions and (c) any bonds reserved for retiring indebtedness not required for such purpose may be used in accordance with (b). Bonds may not be sold under (b) or (c) unless net operating earnings after taxes, depreciation and depletion for twelve consecutive calendar months out of fifteen months preceding have not been less than twice interest charges on bonds outstanding and to be issued. Issued to retire indebtedness. Corporation pays normal income tax up to 2%.

Offered (\$287,000) in Dec., 1927 and (\$987,000) in June, 1928 by Ward, Sterne & Co., Birmingham, Ala.

**OTHER OBLIGATIONS:** There were also outstanding as of Dec. 31, 1930, \$2,886,500 of income bonds due 1955 (details not available).

**CAPITAL STOCK:** 1. Alabama By-Products Corp. preferred: Authorized, \$4,000,000; outstanding, \$2,886,500; par \$100. Callable at any time at 102 to Jan. 1, 1940, 101 to Jan. 1, 1950 and at par thereafter. No further details available.

2. Alabama By-Products Corp. common: Authorized, 75,780 shares; outstanding, 75,780 shares; no par. Number of stockholders, April 23, 1932: Preferred, 54; common, 52.

**BERKSHIRE FINE SPINNING ASSOCIATES, INC.:** Incorporated under Massachusetts laws in 1889 under name of Berkshire Cotton Manufacturing Co., and pursuant to plan of consolidation and reorganization dated Feb. 26, 1929, changed its name to Berkshire Fine Spinning Associates, Inc. and acquired the properties and good-will of Valley Falls Co., Coventry Co., The Greylock Mills and Furt Dunham Mills.

In April 1930 King Philip Mills and Parker Mills were acquired. The King Philip Mills was acquired through exchange of stock on basis of 1/4 share of Berkshire preferred, 2 1/2 shares of Berkshire common and \$40 in cash for each share of King Philip Mills. The Parker Mills was acquired through an exchange of stock on basis of 1 1/2 shares of common and 1/4 of a share of preferred of Berkshire for each share of Parker Mills preferred; 1/4 share of Berkshire common for each share of Parker common and 9 shares of Berkshire preferred for each \$1,000 bond of Parker Mills first 5s of 1932 and Hargraves Mills first 5s of 1932.

The mills of the constituent companies are located at Adams, Fall River, North Adams and Williamstown, Mass.;

at North Pownal and Brattleboro, Vt.; and at Albion, Anthony, and Warren, E. I., and are equipped with 900,000 spindles and 12,000 looms. Plant manufactures fine grades of cotton textiles and specializes in fine lawns, batistes, madras, organdies, dimities, handkerchief cloths, broad-cloths, oxfords, satens, rayon and silk mixtures. Number of employees, Dec. 31, 1930, 8,000.

**MANAGEMENT: OFFICERS:** G. T. Thompson, Chairman; John McMahon, Pres.; E. G. Chace, Vice-Pres. and Treas.; W. E. Stoddard, Vice-Pres. (sales); C. H. Sherrill, L. S. Chace, Vice-Pres.; L. V. Dodge, E. H. Arnold, H. S. Newcomb, Asst. Treas.; H. C. Hall, Clerk and Sec. **DIRECTORS:** Charles H. Sherrill, Gilbert T. Thompson, Edward G. Chace, Wallace E. Stoddard, John H. McMahon, Linsley V. Dodge, Henry C. Hall, Herbert G. Beede, Arnold B. Chace, M. G. Chace, Seth A. Sprague, Wm. H. Jennings, Oliver S. Hawes, Sanford A. Daniels, W. E. L. McFee, Stephen O. Metcalf, Ralph H. Paige, Charles T. Plunkett, Jr., Philip Stockton, E. H. Chace and Charles N. Stoddard. **GENERAL AUDITORS:** Comery, Davison & Jacobson. **ANNUAL MEETING:** Third Thursday in Oct. **OFFICES:** Boston and New York.

**CONSOLIDATED INCOME ACCOUNT, YEARS ENDED SEPT. 30**

	1931	1930
Loss before depreciation.....	\$1,287,147	\$79,247
Depreciation.....	229,469	374,596
<b>Net loss.....</b>	<b>\$1,456,616</b>	<b>\$458,743</b>

**CONSOLIDATED BALANCE SHEET, AS OF SEPT. 30**

ASSETS:	1931	1930
Plant and equipment.....	\$9,446,168	\$9,136,224
Cash.....	628,697	614,389
Notes receivable.....	11,771	4,559
Accounts receivable.....	1,689,718	1,583,814
Investable securities.....	7188,937	696,774
Inventory.....	6,221,212	3,728,221
Advances etc.....	113,406	127,788
Cotton trading account.....	28,687	28,687
Prepaid items.....	229,725	200,628
Organization charges.....	122,728	120,272
Good-will, trademarks.....	73,048	101,577
<b>Total.....</b>	<b>\$19,075,202</b>	<b>\$20,885,725</b>

**LIABILITIES:**

Preferred stock.....	\$2,688,000	\$2,727,200
Common stock.....	7,688,692	7,688,692
Notes payable.....	2,500,000	2,500,000
Cotton accounts payable.....	688,212	688,212
Other notes payable.....	5,229	5,229
Accounts payable.....	129,229	692,678
Local tax payable.....	\$219,212	219,212
Bonds for Federal taxes.....	6,229	6,229
Minority interest.....	4,222	6,219
Reserve for settlement of suit.....	50,000	.....
Capital surplus.....	21,422	25,028
Profit and loss deficit.....	1,626,168	76,829
<b>Total.....</b>	<b>\$19,075,202</b>	<b>\$20,885,725</b>

**Current assets.....** \$9,221,222 **\$11,120,221**

**Current liabilities.....** \$2,777,129 **\$2,512,212**

**Working Capital.....** \$6,444,093 **\$8,608,009**

\* Reserve for taxes, claims and cotton future losses. † Market value, \$97,900. ‡ Represented by \$23,173 no par shares.

**CAPITAL STOCK:** L. Berkshire Fine Spinning Associates, Inc. 7% convertible cum. preferred: Authorized, \$12,500,000; outstanding, Sept. 30, 1931, \$2,688,000; 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 30 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 and quarterly thereafter to Sept. 2, 1930, incl.; none thereafter.

L. Berkshire Fine Spinning Associates, Inc. common: Authorized, 750,000 shares (increased from 600,000 shares in Mar., 1930) outstanding, 392,173 shares; reserved for conversion of preferred, 174,544 shares; reserved for exercise of stock purchase warrants (see below), 85,000 shares; no par. Dividends exempt from Massachusetts income taxes. Initial dividend of 75 cents per share paid June 1, 1929, and quarterly thereafter to Mar. 1, 1930, incl.; none thereafter.

Offered (88,000 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 \$85 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.

**BRIGHTON MILLS:** Incorporated under laws of New York, Oct. 21, 1873; reincorporated under New Jersey laws in 1900. Manufactures cotton and special fabrics. Owns plant at Shannon, Ga. All operations are now conducted at Shannon plant. Owns a plant at Passaic, N. J. which is leased. Has interest in Allwood (N. J.) Realty Co. and controls Southern Brighton Mills (see appended statement).

**MANAGEMENT: OFFICERS:** Wm. L. Lyall, Chairman; J. K. Morrison, Pres.; T. J. Kelly, Vice-Pres.; L. E. Daniell, Treas.; T. M. Gardner, Sec. **DIRECTORS:** E. J. Lyall, P. F. V. R. Van Wyck, Summit, N. J.; W. L. Lyall, H. C. Whitehead, Passaic, N. J.; P. S. Young, Newark, N. J.; T. J. Kelly, Shannon, Ga.; J. K. Morrison, Rome, Ga. **GENERAL AUDITORS:** Bergen & Wiltoneder. **ANNUAL MEETING:** Third Wednesday in Feb. **OFFICE:** Allwood, City of Clifton, N. J. (Postoffice address, Passaic, N. J.), and Atlanta, Ga.

**CONSOLIDATED INCOME ACCOUNT, YEARS ENDED DECI. 31**

	1931	1930	*1929
Sales.....	Not stated	Not stated	\$791,421
Operating profit.....	(d)\$118,659	\$128,810	(d)\$47,821
Depreciation.....	71,526	101,997	64,704
<b>Operating income.....</b>	<b>(d)\$146,674</b>	<b>\$128,810</b>	<b>(d)\$12,658</b>
Other income.....	.....	.....	17,500
<b>Total income.....</b>	<b>(d)\$146,674</b>	<b>\$128,810</b>	<b>(d)\$30,158</b>
Interest on bonds.....	59,239	63,415	.....
Bond discount.....	7,027	8,228	.....
Reserve for bad debts.....	4,402	9,741	.....
Premium on bonds.....	.....	1,222	.....
<b>Deficit.....</b>	<b>\$86,508</b>	<b>\$22,210</b>	<b>\$92,025</b>

\* Not consolidated statement.

**CONSOLIDATED BALANCE SHEET, AS OF DECI. 31**

ASSETS:	1931	1930
*Plant, equipment, etc.....	\$2,344,598	\$2,297,421
Materials and supplies.....	22,272	21,229
Accounts receivable (net).....	22,728	22,229
Cash.....	69,229	49,229
Mortgage receivable.....	\$22,109	\$22,229
Contract receivable.....	10,222	45,999
Stocking fund.....	10,229	.....
Deferred charges.....	22,222	112,222
<b>Total.....</b>	<b>\$4,600,792</b>	<b>\$2,664,121</b>

**LIABILITIES:**

Preferred stock.....	\$2,128,000	\$1,728,000
Common stock.....	1,704,620	2,022,220
So. Brighton Mills, preferred.....	.....	100,000
Funded debt.....	222,000	\$15,000
Notes payable (not current).....	125,272	.....
Notes payable.....	102,129	102,229
Accounts payable.....	22,229	42,229
Unclaimed wages.....	727	729
Contingent reserve.....	.....	20,224
Contract payable.....	21,772	22,272
Mortgage payable.....	45,000	45,000
Surplus.....	(d)\$24,206	5,008
<b>Total.....</b>	<b>\$4,600,792</b>	<b>\$2,664,121</b>

**Current assets.....** \$222,697 **\$222,229**

**Current liabilities.....** \$23,221 **122,122**

**Working Capital.....** \$199,476 **\$100,107**

\* After depreciation to Dec. 31: 1931, \$401,508; 1930, \$764,148. † Represented by 41,220 no par shares.

**CAPITAL STOCK:** L. Brighton Mills 7% cum. pref. A: Authorized, \$5,000,000 (includes both A and B); outstanding, A, \$1,698,300; par \$100.

Has preference with class B as to assets and dividends. In voluntary liquidation or dissolution, entitled to \$110 per share and dividends before any distribution on common. Callable as a whole on any dividend date at 110. In case four quarterly dividends are in arrears, class A will have voting power until arrears are paid. Company agrees that while any of class A is outstanding it will not mortgage or pledge any of its properties with the exception of purchase money obligations and that it will not create any bonded debt of a term longer than 12 months, nor any other security prior to or ranking with this class if the holders of 25% thereof dissent. Class B stock is exchangeable