

REPORT

JANUARY 1, 1920 TO DECEMBER 31, 1936
THE MAGEE CARPET COMPANY
BLOOMSBURG, PA

SEIDEL AND COMPANY
ACCOUNTANTS AND AUDITORS
CHICAGO, ILL

FEBRUARY TWENTY-THIRD, NINETEEN HUNDRED THIRTY-SEVEN

ACCOUNTANTS AND AUDITORS
TAX CONSULTANTS

CHICAGO

Chicago, Ill.
February 23, 1937

Mr. E. Lee, President
The Magee Carpet Company
Bloomsburg, Penna.

Dear Sirs:

In accordance with your instructions we have prepared from the books, records and accounts of The Magee Carpet Company, for the period from January 1, 1930 to December 31, 1936 the following schedules:

Schedule A- Balance Sheet as at December 31, 1936

Schedule B- Comparative Balance Sheets (Annual)
January 1, 1930 to December 31, 1936

Schedule C- Analysis of Current
January 1, 1930 to December 31, 1936

Schedule D- Comparative Statement
January 1, 1930 to December 31, 1936

REPORT

FOR THE PERIOD

JANUARY 1, 1930 TO DECEMBER 31, 1936

Schedule E- THE MAGEE CARPET COMPANY
Stockholders' Equity Statement
BLOOMSBURG, PENNA.
Ella C. Magee Estate

Schedule G- Statement of Common Stock
Retirement at December 31, 1936

Schedule H- Analysis of Common Stock as at
December 31, 1936

Schedule I- Analysis of Preferred Stock as at
December 31, 1936

Schedule F- Statement of Average Invested Capital
January 1, 1930 to December 31, 1936

Schedule G- Statement of Depreciation
January 1, 1930 to December 31, 1936

Schedule H- Statement of Additions to Fixed Assets
January 1, 1930 to December 31, 1936

SEIDEL AND COMPANY

Schedule I- ACCOUNTANTS AND AUDITORS
January 1, 1930 to December 31, 1936

CHICAGO, ILL.

AUDITS
SYSTEMS
TAXES

SEIDEL AND COMPANY

ACCOUNTANTS AND AUDITORS
TAX CONSULTANTS

CHICAGO
ILLINOIS

109 NORTH DEARBORN STREET
TELEPHONE STATE 6221



Chicago, Ill.
February 23, 1937

Mr. W. Law, President
The Magee Carpet Company
Bloomsburg, Penna.

Dear Sir:

In accordance with your instructions we have prepared from the books, records and accounts of The Magee Carpet Company, for the period from January 1, 1920 to December 31, 1936 the following Schedules:-

- Schedule A:- Balance Sheet as at December 31, 1936
- Schedule B:- Comparative Balance Sheets (Annual)
January 1, 1920 to December 31, 1936
- Schedule C:- Analysis of Surplus
January 1, 1920 to December 31, 1936
- Schedule D:- Comparative Analysis Statement
January 1, 1920 to December 31, 1936
- Exhibit A:- Summary Statement of Capital Stock
As at December 31, 1936
- Exhibit B:- Statement of Payments by Dividends
Stock Retirement and Patent Settlement
January 1, 1920 to December 31, 1936
Ella G. Magee Estate
- Exhibit C:- Statement of Common Stock
Retirement at December 31, 1926
- Exhibit D:- Analysis of Common Stock as at
December 31, 1936
- Exhibit E:- Analysis of Preferred Stock as at
December 31, 1936
- Exhibit F:- Statement of Average Invested Capital
January 1, 1920 to December 31, 1936
- Exhibit G:- Statement of Depreciation
January 1, 1920 to December 31, 1936
- Exhibit H:- Statement of Additions to Fixed Assets
January 1, 1920 to December 31, 1936
- Exhibit I:- Statement of Federal Income Tax
January 1, 1917 to December 31, 1936

SEIDEL AND COMPANY

ACCOUNTANTS AND AUDITORS
TAX CONSULTANTS

CHICAGO
ILLINOIS



AUDITS
SYSTEMS
TAXES

100 NORTH DEARBORN STREET
TELEPHONE STATE 5121

Chicago, Ill.
February 12, 1937

The Board of Directors
The Lakes-Carroll Company
Chicago, Illinois

In accordance with your authorization we have prepared from the books, records
and accounts of The Lakes-Carroll Company for the period from January 1, 1920 to December
31, 1936 the following schedules:

- Schedule A:- Balance Sheet as of December 31, 1936
- Schedule B:- Comparative Balance Sheets (Annual) January 1, 1920 to December 31, 1936
- Schedule C:- Analysis of Assets January 1, 1920 to December 31, 1936
- Schedule D:- Comparative Balance Sheets January 1, 1920 to December 31, 1936
- Schedule E:- Summary Statement of Capital Stock as of December 31, 1936
- Schedule F:- Statement of Income and Retained Earnings from Inception and from July 1, 1921 to December 31, 1936
- Schedule G:- Statement of Assets and Liabilities as of December 31, 1936
- Schedule H:- Analysis of Retained Earnings as of December 31, 1936
- Schedule I:- Statement of Assets and Liabilities January 1, 1920 to December 31, 1936
- Schedule J:- Statement of Depreciation January 1, 1920 to December 31, 1936
- Schedule K:- Statement of Addition to Fixed Assets January 1, 1920 to December 31, 1936
- Schedule L:- Statement of Federal Income Tax January 1, 1921 to December 31, 1936

Schedule E:- Analysis of Reserve for Income Tax
January 1, 1920 to December 31, 1936

Schedule F:- Analysis of Fixed Assets
January 1, 1919 to December 31, 1936

Schedule G:- Analysis of Reserve for Depreciation
January 1, 1919 to December 31, 1936

Schedule H:- Reconciliation of Revenue Agents
Surplus and Report Surplus January 1, 1920
to December 31, 1936

Any additional information that you may require we shall be pleased
to furnish.

No verification of accounts was made by us.

Respectfully submitted

SEIDEL AND COMPANY

BY *R.B. Seidel*

ACCOUNTANTS AND AUDITORS

SCHEDULE A
BALANCE SHEET AS AT DECEMBER 31, 1936

THE MACKIE CARPET COMPANY

BLOOMSBURG, PENNA.

ASSETS

Current Assets			
Cash in Bank	229,940.29		
Cash on Hand	2,251.54		
Total Cash		232,191.83	
Notes Receivable & Trade Acceptances		7,393.49	
Accounts Receivable		884,634.25	
American Rug Consignment		276,460.16	
Inventory-Raw Material	184,562.93		
Goods in Process	408,847.38		
Finished Goods	747,907.68		
Administer-Raw Materials	63,954.32		
Goods in Process	137,705.92		
Finished Goods	373,918.18		
Spinning Mill	138,829.00		
Color Shop	5,951.05		
Dye House	7,282.17		
Total Inventory		2,068,958.63	
Total Current Assets			3,469,638.26
Invested Assets			
Stocks and Bonds		147,033.06	
State Capital Savings & Loan		6,000.00	
Industrial Bldg. & Loan		14,465.77	
Tenant Houses (Book Cost)	111,361.93		
Less: Reserve for Depreciation	30,113.95		
Net Tenant Houses (Book Cost)		81,247.98	
Cash Surrender Value Life Insurance		19,150.00	
Total Invested Assets			267,896.81
Fixed Assets			
Plant Account (Book Cost)	4,382,718.22		
Less: Reserve for Depreciation	1,695,366.22		
Net Plant (Book Cost)		2,687,352.00	
Patents (Book Cost)	211,221.67		
Less: Reserve for Depreciation	195,333.53		
Net Patents (Book Cost)		15,888.14	
Total Fixed Assets			2,703,240.14
Deferred Assets			
Prepaid Insurance		20,341.12	
Construction Jobs		2,907.92	
Carpenter Shop Supplies		3,831.97	
Machine Shop Supplies		3,767.35	
Stores Inventory		8,554.28	
Total Deferred Assets			39,402.64
TOTAL ASSETS			6,480,177.85

Note: Subject to Comments of Report.

LIABILITIES

Current Liabilities			
Notes Payable	400,000.00		
Accounts Payable	243,181.10		
Accrued Payroll	41,691.15		
Unemployment Insurance Due	12,080.57		
Total Current Liabilities			694,952.82
Reserved Liabilities			
Bad or Doubtful Accounts	75,000.00		
Discounts	15,000.00		
Rebates	51,011.57		
Obsolescence of Patents	15,888.14		
Obsolescence of German Looms	31,648.56		
Reserve State and Federal Income Tax	21,642.66		
Reserve State and Federal Capital Stock Tax	23,793.63		
Total Reserved Liabilities			233,984.54
Capital and Surplus			
Preferred Capital Stock	186,600.00		
3732 shares at \$50.00 per share			
Common Capital Stock	478,600.00		
9572 shares at \$50.00 per share			
Total Capital Stock			665,200.00
Surplus as at December 31, 1936	4,886,040.49		
Total Capital and Surplus (Schedule B)			5,551,240.49
TOTAL LIABILITIES			6,480,177.85

SCHEDULE C
ANALYSIS OF SURPLUS
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1936
THE MAGEE CARPET COMPANY
BLOOMSBURG, PENNA.

	1920	1921	1922	1923	1924	1925	1926	1927	1928	1929	1930	1931	1932	1933	1934	1935	1936
Surplus Beginning of year	1,009,659.35	1,378,598.52	1,814,659.00	2,737,121.92	3,712,355.29	4,511,397.13	5,047,481.69	4,387,688.83	4,834,848.16	5,276,811.05	5,732,201.84	5,219,457.06	5,260,424.86	4,816,091.11	4,971,195.52	4,935,914.91	4,922,001.82
<u>ADDITIONS DURING THE YEAR</u>																	
Profit before Income Tax	594,668.76	704,849.41	1,233,480.71	1,345,559.55	1,044,287.17	960,531.35	380,474.04	702,237.99	655,124.41	589,431.22		56,364.80		194,198.67			86,584.43
Prepaid Insurance set up							5,065.90										
Reserve for Discts. Eliminated										46,280.96							
Cash Surrender Life Ins.													13,050.00				
TOTAL	1,604,328.11	2,083,447.93	3,048,139.71	4,082,681.47	4,756,642.46	5,471,928.48	5,433,021.63	5,089,926.82	5,490,972.57	5,912,523.23	5,732,201.84	5,275,821.86	5,273,474.86	5,010,289.78	4,971,195.52	4,935,914.91	5,008,586.25
<u>DEDUCTIONS DURING THE YEAR</u>																	
Dividends Common Stock	49,817.25	48,686.66	95,765.00	95,765.00	15,765.00	287,295.00	23,930.00	143,580.00	119,650.00	95,720.00	95,720.00						28,716.00
Dividends Preferred Stock	35,031.50	34,940.06	27,598.50	19,771.00	17,815.00	15,659.00	15,650.25	15,506.75	15,498.00	15,498.00	15,394.75	15,337.00	13,630.75	12,735.45	13,062.00	13,062.00	13,062.00
Increasing Res. for Bad Debts		18,750.00	18,750.00														
Premiums Preferred Stock	524.00		15,430.56		3,080.00			102.50			55.00	60.00	1,625.00				
Patent Charge-off				100,000.00													
Common Stock Retirement							958,100.00										
Income Tax Yearly Profits	140,356.84	166,412.21	153,473.73	154,590.18	28,585.33	121,492.79	50,973.25	95,889.41	78,013.52	69,103.39				26,358.81			17,642.66
Loss for the Year					11,397.13						401,575.03		442,128.00	22,218.61	851.09		
SURPLUS END OF YEAR (Schedule B)	1,378,598.52	1,814,659.00	2,737,121.92	3,712,355.29	4,756,642.46	5,047,481.69	4,387,688.83	4,834,848.16	5,276,811.05	5,732,201.84	5,219,457.06	5,260,424.86	4,816,091.11	4,971,195.52	4,935,914.91	4,922,001.82	4,949,165.59
TOTAL	1,604,328.11	2,083,447.93	3,048,139.71	4,082,681.47	4,756,642.46	5,471,928.48	5,433,021.63	5,089,926.82	5,490,972.57	5,912,523.23	5,732,201.84	5,275,821.86	5,273,474.86	5,010,289.78	4,971,195.52	4,935,914.91	5,008,586.25

Note:- Subject to Comments of Report.

SCHEDULE B
COMPARATIVE ANALYSIS STATEMENT
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1926
THE MACHIN CARPET COMPANY
BLOOMINGTON, PENNA.

	1920	1921	1922	1923	1924	1925	1926	1927
Profit before Income Tax	594,668.76	704,849.41	1,233,480.71	1,345,599.55	1,044,287.17	960,531.35	380,474.04	702,237.99
Less:-Income Tax	140,356.84	166,412.21	153,473.73	154,590.18	128,585.33	121,492.79	50,973.24	95,889.41
Net Profit for the Period	454,311.92	538,437.20	1,080,006.98	1,190,969.37	915,701.84	839,038.56	329,500.79	606,348.58
Less Dividends Preferred Stock	35,031.50	34,940.06	27,598.50	19,971.00	17,815.00	15,659.00	15,650.25	15,506.75
Earnings Common Stock	419,280.42	503,497.14	1,052,408.48	1,170,998.37	897,886.84	823,379.56	313,850.54	590,841.83
Average Invested Capital	2,192,278.93	2,581,628.76	3,241,565.46	4,182,388.60	5,069,526.21	5,737,089.41	5,434,049.91	5,088,208.14
% Earnings to Invested Capital	19.12%	19.50%	32.16%	28.00%	17.71%	14.35%	5.77%	11.61%
Invested Capital End of Year	2,374,898.52	2,788,359.00	3,694,771.92	4,670,005.29	5,469,047.13	6,005,131.69	4,862,968.13	5,313,448.16
Shares Common Stock	19,926	19,474	19,153	19,153	19,153	19,153	9,572	9,572
Value of Common Stock per Share	119.18	143.18	192.92	243.83	286.06	313.53	508.03	555.10
Common Stock Par Value	976,300.00	973,700.00	957,650.00	957,650.00	957,650.00	957,650.00	478,600.00	478,600.00
Earnings per Share Par Value	21.04	25.36	54.94	61.13	48.80	44.71	32.78	61.72
% Earnings to Common Stock	42.08%	51.70%	109.89%	122.27%	93.75%	85.89%	65.57%	123.45%
Dividends Common Stock	49,817.25	48,686.66	95,765.00	95,765.00	95,767.00	287,295.00	23,930.00	143,580.00
% Dividends to Common Stock	5%	5%	10%	10%	10%	30%	5%	30%
Dividends per Share	2.50	2.50	5.00	5.00	5.00	15.00	2.50	15.00
Sales for the Period	4,407,047.07	3,866,113.91	5,269,725.69	6,189,506.02	6,077,096.57	6,040,543.80	6,057,503.78	6,441,582.25
% Profit to Sales	10.30%	13.93%	20.49%	19.24%	15.07%	13.89%	5.44%	9.41%
Depreciation Deducted	90,425.46	91,669.62	96,230.41	97,937.43	87,979.52	105,052.58	126,603.31	131,986.21
Additions to Fixed Assets	22,331.46	69,369.25	87,415.85	239,385.40	298,102.44	437,113.34	157,703.22	303,908.52
Employees' Bonus Paid	69,633.86	53,730.72	70,499.14	77,735.23	76,015.41	121,044.99	83,344.68	92,921.36
Production Yardage	2,806,262	2,513,137	3,779,958	4,394,122	4,203,924	4,256,713	3,734,746	4,616,505
Spinning Mill Production	916,241	859,431	1,289,568	1,641,637	1,630,171	1,736,938	1,656,280	1,658,247
Spinning Mill Sales	492,496.98	397,568.74	607,086.43	818,480.79	766,248.88	1,004,457.44	1,277,663.87	926,651.07
Dye House Production	3,927,498	2,726,799	3,927,498	4,297,861	3,994,015	3,881,221	3,315,855	3,996,145
Dye House Sales	115,856.79	91,595.02	115,079.74	123,011.96	127,983.01	131,514.92	117,010.69	131,327.87

Notes:- Subject to Comments of Report.
Sales net of Returns and Allowances but not Discounts.
Employees' Bonus does not include New York Office Employees.

[Faint, illegible text from the reverse side of the page, likely bleed-through from the other side of the document.]

EXHIBIT A

SUMMARY STATEMENT OF CAPITAL STOCK AS AT DECEMBER 31, 1936

THE MAGEE CARPET COMPANY

BLOOMSBURG, PENNA.

	Preferred	Common	Total
Ella G. Magee Estate	2462	6115	8579
Harry L. Magee	220	3023	3243
Alice H. Magee	15	40	55
W. Law	600	32	632
James G. Law	200	8	208
Ann G. Law	146	10	156
Sheldon Groner	14		14
Elizabeth Magee Alexander	25		25
William Hoffman	28		28
Lloyd Smith	2		2
J. W. Bruner	6		6
Edward Bailey	2		2
Lucy C. McReynolds	10		10
Edna C. Lutz		45	45
Elmer Beers		4	4
E. M. Holmes		5	5
D. J. Waller Jr.		102	102
Charles B. Waller		79½	79½
Jean Waller Farnham		79½	79½
Laura P. Waller		9	9
Elizabeth T. Waller		1	1
Robert P. Waller		1	1
Charlotte H. Fullerton		2	2
Laura H. Anthony		2	2
Julia H. Conard		2	2
Dorothy H. Geer		2	2
Cláire W. Reifsnnyder		2	2
Mrs. James W. Mack		1	1
Frederick H. Mack-Gown		1	1
Victoria M. Hess		5	5
Margaret L. Waller		1	1
TOTAL SHARES CAPITAL STOCK	3732	9572	13304

Note:- Subject to Comments of Report.

EXHIBIT A
SUMMARY STATEMENT OF CAPITAL STOCK AS AT DECEMBER 31, 1936
THE MAGEE CARPET COMPANY
BLOOMSBURG, PENNA.

	Common	Preferred	
1936	2,423	100	Wm. H. Magee Estate
1935	2,423	100	Harry H. Magee
1934	2,423	100	Alice H. Magee
1933	2,423	100	W. H. Magee
1932	2,423	100	James H. Magee
1931	2,423	100	James H. Magee
1930	2,423	100	James H. Magee
1929	2,423	100	James H. Magee
1928	2,423	100	James H. Magee
1927	2,423	100	James H. Magee
1926	2,423	100	James H. Magee
1925	2,423	100	James H. Magee
1924	2,423	100	James H. Magee
1923	2,423	100	James H. Magee
1922	2,423	100	James H. Magee
1921	2,423	100	James H. Magee
1920	2,423	100	James H. Magee
			TOTAL
	2,423	100	

Note:- Subject to Comments of Report.

EXHIBIT B
STATEMENT OF PAYMENTS BY DIVIDENDS, STOCK RETIREMENT
AND PATENT SETTLEMENT
JANUARY 1, 1920 TO DECEMBER 31, 1936
ELLA G. MAGEE
BLOOMSBURG, PENNA.

	Dividends	
	Common	Preferred
1920 James Magee Estate	30,582.50	18,414.50
1921 " " "	30,582.50	18,414.50
1922 " " "	61,165.00	13,479.67
1923 Harrisburg Trust Company, Trustee	61,165.00	8,624.00
1924 " " "	61,165.00	8,624.00
1925 " " "	183,480.00	8,624.00
1926 " " "	15,287.50	8,624.00
1927 " " "	91,725.00	8,624.00
1928 " " "	76,437.50	8,624.00
1929 " " "	61,150.00	8,624.00
1930 " " "	61,150.00	8,624.00
1931 " " "	8,624.00	8,624.00
1932 " " "	8,624.00	8,624.00
1933 " " "	8,624.00	8,624.00
1934 " " "	8,624.00	8,624.00
1935 " " "	8,624.00	8,624.00
1936 " " "	18,345.00	8,624.00
TOTAL	752,235.00	171,044.67
Total Dividends	752,235.00	923,279.67
preferred Stock Retirement		
1922 James Magee Estate		148,050.00
Two-thirds of 4230 shares at \$52.50		
Common Stock Retirement		
1926 Harrisburg Trust Co. Trustee		917,550.00
6117 shares at \$150.00		
Patent Settlement		
1923 The Magee Carpet Company		53,333.33
TOTAL PAYMENTS		2,042,213.00

Note:- Subject to Comments of Report.

EXHIBIT D
STATEMENT OF COMMON STOCK

DECEMBER 31, 1936
THE MAGEE CARPET COMPANY
BLOOMSBURG, PENNA.

Total	Preferred	Common	
917,750.00	617,750.00	300,000.00	Miss G. Magee
124,000.00	124,000.00	124,000.00	Harry L. Magee
120.00	120.00	120.00	E. M. Johnson
600.00	600.00	600.00	E. R. Foster
120.00	120.00	120.00	Elizabeth M. Hess
24,000.00	18,000.00	6,000.00	Levi Miller
2,120.00	3,700.00	1,580.00	Wm. George S. Hopkins
16,050.00	10,700.00	5,350.00	W. A. Miller Jr.
1,200.00	1,000.00	200.00	Laura Miller
300.00	300.00	300.00	Charles Kellmeyer
1,200.00	1,000.00	200.00	George Miller
450.00	300.00	150.00	Grace E. Miller
450.00	300.00	150.00	Laura Anthony
450.00	300.00	150.00	Lila Conary
450.00	300.00	150.00	Joseph Cox
1,120.00	800.00	320.00	W. J. Fox
8,750.00	4,250.00	4,500.00	Edna U. Fox
<u>1,437,750.00</u>	<u>950,100.00</u>	<u>487,650.00</u>	<u>TOTALS</u>

Notes:- Subject to Comments of Report.

EXHIBIT D
ANALYSIS OF COMMON STOCK AS AT DECEMBER 31, 1936

THE MAGEE CARPET COMPANY
BLOOMSBURG, PENNA.

July 8, 1901	For Property	200,000.00
February 1, 1911	For Cash	110,000.00
December 30, 1911	For Cash	56,000.00
March 21, 1914	For Cash	34,000.00
June 30, 1914	Stock Dividend	600,000.00
Outstanding June 30, 1914 to January 1, 1920		1,000,000.00
December 31, 1920	Repurchased	3,700.00
Outstanding January 1, 1921		996,300.00
December 31, 1921	Repurchased	22,600.00
Outstanding January 1, 1922		973,700.00
December 31, 1922	Repurchased	16,050.00
Outstanding January 1, 1923 to January 1, 1926		957,650.00
June 4, 1926	Repurchased	479,050.00
Outstanding January 1, 1927 to December 31, 1936		478,600.00

Notes:- Subject to Comments of Report.

Notes:- Subject to Comments of Report.

EXHIBIT D
ANALYSIS OF COMMON STOCK AS AT DECEMBER 31, 1936

THE MAGEE CARPET COMPANY

BLOOMSBURG, PENNA.

100,000.00	For Property	July 8, 1901
120,000.00	For Cash	February 1, 1911
24,000.00	For Cash	December 30, 1911
24,000.00	For Cash	March 21, 1914
600,000.00	Stock Dividend	June 30, 1914
1,000,000.00	Outstanding June 30, 1914 to January 1, 1920	
7,100.00	Repurchased	December 31, 1920
720,000.00	Outstanding January 1, 1921	
28,000.00	Repurchased	December 31, 1921
692,000.00	Outstanding January 1, 1922	
18,000.00	Repurchased	December 31, 1922
674,000.00	Outstanding January 1, 1923 to January 1, 1928	
177,000.00	Repurchased	June 4, 1928
497,000.00	Outstanding January 1, 1927 to December 31, 1936	

Note:- Subject to Comments of Report.

EXHIBIT E

ANALYSIS OF PREFERRED STOCK AS AT DECEMBER 31, 1936

THE MAGEE CARPET COMPANY

BLOOMSBURG, PENNA.

December 31, 1914	For Cash	40,350.00
December 31, 1915	For Cash	59,650.00
December 31, 1916	For Cash	40,200.00
January 1, 1917	For Cash	700.00
March 1, 1917	For Cash	250.00
April 1, 1917	For Cash	900.00
June 1, 1917	For Cash	500.00
July 9, 1917	For Cash	400.00
November 12, 1917	For Cash	750.00
December 31, 1917	For Cash	216,500.00
February 12, 1918	For Cash	102,500.00
February 16, 1918	For Cash	15,950.00
June 25, 1918	For Cash	11,700.00
August 5, 1918	For Cash	1,000.00
September 7, 1918	For Cash	100.00
April 3, 1919	For Cash	150.00
January 31, 1920	For Cash	9,000.00
Outstanding to January 1, 1923		500,600.00
December 31, 1923	Repurchased	215,300.00
Outstanding January 1, 1924		285,300.00
September 30, 1924	Repurchased	61,600.00
Outstanding January 1, 1925 to January 1, 1927		223,700.00
December 31, 1927	Repurchased	2,300.00
Outstanding January 1, 1929		221,400.00
December 31, 1929	Repurchased	1,250.00
Outstanding January 1, 1930		220,150.00
December 31, 1930	Repurchased	1,100.00
Outstanding January 1, 1931		219,050.00
December 31, 1932	Repurchased	32,450.00
Outstanding December 31, 1936		186,600.00

Note:- Subject to Comments of Report.

EXHIBIT E
ANALYSIS OF INVESTED STOCK AS AT BALANCE SHEET DATE
THE MAGER CARPET COMPANY
BLOOMSBURG, PENNA.

	For Cash
100,000.00	December 31, 1916
100,000.00	December 31, 1917
100,000.00	December 31, 1918
100,000.00	December 31, 1919
100,000.00	December 31, 1920
100,000.00	December 31, 1921
100,000.00	December 31, 1922
100,000.00	December 31, 1923
100,000.00	December 31, 1924
100,000.00	December 31, 1925
100,000.00	December 31, 1926
100,000.00	December 31, 1927
100,000.00	December 31, 1928
100,000.00	December 31, 1929
100,000.00	December 31, 1930
100,000.00	December 31, 1931
100,000.00	December 31, 1932
100,000.00	December 31, 1933
100,000.00	December 31, 1934
100,000.00	December 31, 1935
100,000.00	December 31, 1936

Note:- Subject to Comments of Report.

EXHIBIT F
STATEMENT OF AVERAGE INVESTED CAPITAL
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1936
THE MAGER CARPET COMPANY
BLOOMSBURG, PENNA.

	<u>Beginning of Year</u>	<u>End of Year</u>	<u>Total</u>	<u>Average</u>
1920	2,009,659.35	2,374,898.52	4,384,557.87	2,192,278.93
1921	2,374,898.52	2,788,359.00	5,163,257.52	2,581,628.76
1922	2,788,359.00	3,694,771.92	6,483,130.92	3,241,565.46
1923	3,694,771.92	4,670,005.29	8,364,777.21	4,182,388.60
1924	4,670,005.29	5,469,047.13	10,139,052.42	5,069,526.21
1925	5,469,047.13	6,005,131.69	11,474,178.82	5,737,089.41
1926	6,005,131.69	4,862,968.13	10,868,099.82	5,434,049.91
1927	4,862,968.13	5,313,448.16	10,176,416.29	5,008,208.74
1928	5,313,448.16	5,755,411.05	11,068,859.21	5,534,429.60
1929	5,755,411.05	6,210,801.84	11,966,212.89	5,983,106.44
1930	6,210,801.84	5,698,057.06	11,908,858.90	5,954,429.45
1931	5,698,057.06	5,739,024.86	11,437,081.92	5,718,540.96
1932	5,739,024.86	5,294,691.11	11,033,715.97	5,516,857.98
1933	5,294,691.11	5,449,795.52	10,744,486.63	5,372,243.31
1934	5,449,795.52	5,414,514.91	10,864,310.43	5,432,155.21
1935	5,414,514.91	5,400,601.82	10,815,116.73	5,407,558.36
1936	5,400,601.82	5,427,765.59	10,828,367.41	5,414,183.70
		TOTAL	2,125,366.10	

Note:- Subject to Comments of Report

Note:- Subject to Comments of Report.

EXHIBIT F
STATEMENT OF AVERAGE INVESTED CAPITAL
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1936
THE MAGEE CARPET COMPANY
BLOOMSBURG, PENNA.

Year	Beginning of Year	End of Year	Average
1920	2,000,000.00	2,000,000.00	2,000,000.00
1921	2,000,000.00	2,000,000.00	2,000,000.00
1922	2,000,000.00	2,000,000.00	2,000,000.00
1923	2,000,000.00	2,000,000.00	2,000,000.00
1924	2,000,000.00	2,000,000.00	2,000,000.00
1925	2,000,000.00	2,000,000.00	2,000,000.00
1926	2,000,000.00	2,000,000.00	2,000,000.00
1927	2,000,000.00	2,000,000.00	2,000,000.00
1928	2,000,000.00	2,000,000.00	2,000,000.00
1929	2,000,000.00	2,000,000.00	2,000,000.00
1930	2,000,000.00	2,000,000.00	2,000,000.00
1931	2,000,000.00	2,000,000.00	2,000,000.00
1932	2,000,000.00	2,000,000.00	2,000,000.00
1933	2,000,000.00	2,000,000.00	2,000,000.00
1934	2,000,000.00	2,000,000.00	2,000,000.00
1935	2,000,000.00	2,000,000.00	2,000,000.00
1936	2,000,000.00	2,000,000.00	2,000,000.00

Subject to Comments of Report

EXHIBIT G
STATEMENT OF DEPRECIATION
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1936
THE MAGEE CARPET COMPANY
BLOOMSBURG, PENNA.

1920	90,425.46
1921	91,669.62
1922	96,230.41
1923	97,937.43
1924	87,979.52
1925	105,052.58
1926	126,603.31
1927	131,986.21
1928	149,422.19
1929	115,890.05
1930	130,589.84
1931	155,449.08
1932	94,368.55
1933	161,614.27
1934	137,144.38
1935	171,328.31
1936	181,674.87
TOTAL	2,125,366.10

Note:- Subject to Comments of Report.

EXHIBIT G
STATEMENT OF ADDITIONS TO FIXED ASSETS
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1936
THE MAGEE CARPET COMPANY
BLOOMSBURG, PENNA.

1936	181,674.88
1935	177,358.37
1934	137,144.38
1933	161,614.31
1932	94,368.22
1931	152,447.08
1930	130,388.84
1929	112,840.02
1928	148,433.12
1927	148,433.12
1926	131,388.21
1925	126,403.21
1924	102,072.28
1923	81,917.23
1922	81,917.23
1921	96,130.41
1920	37,664.25
TOTAL	5,732,366.70

Note:- Subject to Comments of Report.

EXHIBIT H
STATEMENT OF ADDITIONS TO FIXED ASSETS
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1936
THE MAGEE CARPET COMPANY
BLOOMSBURG, PENNA.

1920	22,331.46
1921	69,469.25
1922	87,415.85
1923	239,385.40
1924	298,102.44
1925	437,113.34
1926	157,703.22
1927	303,908.52
1928	312,993.89
1929	529,045.58
1930	625,047.79
1931	226,207.32
1932	146,682.88
1933	91,087.46
	<u>3,546,394.40</u>
1934	186,053.95
1935	195,214.34
1936	63,225.33
TOTAL	<u>3,990,888.02</u>

Note:- Subject to Comments of Report.

Note:- Subject to Comments of Report.

EXHIBIT I
STATEMENT OF ADDITIONS TO INCOME TAXES
FOR THE PERIOD
JANUARY 1, 1917 TO DECEMBER 31, 1936
THE MAGER CARPET COMPANY
BLOOMSBURG, PENNA.

1917	12,331.26
1918	76,981.03
1919	154,400.83
1920	140,356.84
1921	166,412.21
1922	153,473.73
1923	154,590.18
1924	128,585.33
1925	121,492.79
1926	50,973.25
1927	95,889.41
1928	78,013.52
1929	69,103.39
1930	.00
1931	.00
1932	.00
1933	26,358.81
1934	.00
1935	.00
1936	17,642.66
TOTAL	1,446,605.24

Note:- Subject to Comments of Report.

EXHIBIT I
STATEMENT OF FEDERAL INCOME TAX
FOR THE PERIOD
JANUARY 1, 1917 TO DECEMBER 31, 1936
THE MAGER CARPET COMPANY
BLOOMSBURG, PENNA.

Additional paid 1917 for 1917		5,876.56	
Additional paid 1917 for 1918		25,681.44	
Additional paid 1917 for 1919		100,000.00	
Additional paid 1917 for 1920		100,000.00	
Additional paid 1917 for 1921		100,000.00	
Additional paid 1917 for 1922		100,000.00	
Additional paid 1917 for 1923		100,000.00	
Additional paid 1917 for 1924		100,000.00	
Additional paid 1917 for 1925		100,000.00	
Additional paid 1917 for 1926		100,000.00	
Additional paid 1917 for 1927		100,000.00	
Additional paid 1917 for 1928		100,000.00	
Additional paid 1917 for 1929		100,000.00	
Additional paid 1917 for 1930		100,000.00	
Additional paid 1917 for 1931		100,000.00	
Additional paid 1917 for 1932		100,000.00	
Additional paid 1917 for 1933		100,000.00	
Additional paid 1917 for 1934		100,000.00	
Additional paid 1917 for 1935		100,000.00	
Additional paid 1917 for 1936		100,000.00	
TOTAL	10,000.00	1,446,605.24	

Note:- Subject to Comments of Report.

EXHIBIT A
STATEMENT OF RESERVE FOR INCOME TAX
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1936
THE MAGEE CARPET CO.
BLOOMSBURG, PENNA.

15,331.51	1917
28,280.87	1918
124,000.00	1919
88,320.00	1920
100,000.00	1921
123,473.73	1922
124,000.00	1923
128,200.00	1924
121,400.00	1925
20,813.52	1926
22,000.00	1927
18,010.00	1928
62,100.00	1929
00.	1930
00.	1931
00.	1932
00.	1933
18,820.00	1934
00.	1935
00.	1936
14,040.00	1937
1,440,000.00	TOTAL

Note: Subject to comments of report.

Reserve for Income Tax			190,579.50
Original paid 1921 for 1920			120,346.04
Net balance owed for prior years			5,876.58
Additional paid 1923 for 1917			35,681.44
Additional paid 1923 for 1918			120,346.04
Additional paid 1923 for 1919			145,736.19
Additional paid 1923 for 1920			50,222.66
Total			190,579.50
Refund received 1924 for 1919			35,000.00
Refund received 1925 for 1919			39,238.13
Refund received 1927 for 1919			37,443.27
Total			111,681.40
Net Income Tax 1919			154,400.83
Reserve for Income Tax 1919			195,958.85
Additional paid 1923 for 1917			5,876.58
Additional paid 1923 for 1918			35,681.44
Original paid 1920 for 1919			120,346.04
Total			161,904.06
Refund received 1924 for 1919			35,000.00
Refund received 1925 for 1919			39,238.13
Refund received 1927 for 1919			37,443.27
Total			111,681.40
Net Balance owed for prior years			50,222.66
Original paid 1921 for 1920			135,194.66
Additional paid 1923 for 1920			18,737.90
Total			153,932.56
Refund received 1926 for 1920			10,683.40
Refund received 1927 for 1920			2,892.32
Total			13,575.72
Net Income Tax 1920			140,356.84
Reserve for Income Tax 1920			190,579.50

SCHEDULE E

ANALYSIS OF RESERVE FOR INCOME TAX

FOR THE PERIOD

JANUARY 1, 1920 TO DECEMBER 31, 1936

THE MAGEE CARPET CO.

BLOOMSBURG, PENNA.

YEAR ENDED DECEMBER 31, 1919

YEAR ENDED DECEMBER 31, 1920

SCHEDULE B
ANALYSIS OF RESERVE FOR INCOME TAX
FOR THE PERIOD
JANUARY 1, 1920 TO DECEMBER 31, 1921
THE UNITED STATES GOVERNMENT
WASHINGTON, D. C.
YEAR ENDED DECEMBER 31, 1921

	Additional paid 1923 for 1917	2,876.58
	Additional paid 1923 for 1918	35,681.44
	Additional paid 1923 for 1919	120,346.04
	Additional paid 1923 for 1920	18,737.90
	Total	177,641.96
	Refund received 1924 for 1919	35,000.00
	Refund received 1925 for 1919	39,238.13
	Refund received 1927 for 1919	37,443.27
	Refund received 1926 for 1920	10,683.40
	Refund received 1927 for 1920	2,892.32
	Total	125,257.12
	Net balance owed for prior years	55,384.84
	Original paid 1922 for 1921	170,395.71
	Additional paid 1926 for 1921	6,894.05
	Total	177,289.76
	Refund received 1926 for 1921	10,877.55
	Net Income Tax 1921	166,412.21
	Reserve for Income Tax 1921	221,797.05

YEAR ENDED DECEMBER 31, 1920

	Additional paid 1923 for 1917	2,876.58
	Additional paid 1923 for 1918	35,681.44
	Additional paid 1923 for 1919	120,346.04
	Additional paid 1923 for 1920	18,737.90
	Total	177,641.96
	Refund received 1924 for 1919	35,000.00
	Refund received 1925 for 1919	39,238.13
	Refund received 1927 for 1919	37,443.27
	Refund received 1926 for 1920	10,683.40
	Refund received 1927 for 1920	2,892.32
	Total	125,257.12
	Net balance owed for prior years	55,384.84
	Original paid 1922 for 1921	170,395.71
	Additional paid 1926 for 1921	6,894.05
	Total	177,289.76
	Refund received 1926 for 1921	10,877.55
	Net Income Tax 1921	166,412.21
	Reserve for Income Tax 1921	221,797.05

YEAR ENDED DECEMBER 31, 1920

	Additional paid 1923 for 1917	2,876.58
	Additional paid 1923 for 1918	35,681.44
	Additional paid 1923 for 1919	120,346.04
	Additional paid 1923 for 1920	18,737.90
	Total	177,641.96
	Refund received 1924 for 1919	35,000.00
	Refund received 1925 for 1919	39,238.13
	Refund received 1927 for 1919	37,443.27
	Refund received 1926 for 1920	10,683.40
	Refund received 1927 for 1920	2,892.32
	Total	125,257.12
	Net balance owed for prior years	55,384.84
	Original paid 1922 for 1921	170,395.71
	Additional paid 1926 for 1921	6,894.05
	Total	177,289.76
	Refund received 1926 for 1921	10,877.55
	Net Income Tax 1921	166,412.21
	Reserve for Income Tax 1921	221,797.05

YEAR ENDED DECEMBER 31, 1921

	35,000.00	190,579.50
Reserve for Income Tax	35,000.00	190,579.50
Original paid 1921 for 1920	135,194.66	135,194.66
Net balance owed for prior years	55,384.84	55,384.84
Additional paid 1923 for 1917	5,876.58	5,876.58
Additional paid 1923 for 1918	35,681.44	35,681.44
Additional paid 1923 for 1919	120,346.04	120,346.04
Additional paid 1923 for 1920	18,737.90	18,737.90
Total	180,641.98	180,641.98
Refund received 1924 for 1919	35,000.00	35,000.00
Refund received 1925 for 1919	39,238.13	39,238.13
Refund received 1927 for 1919	37,443.27	37,443.27
Refund received 1926 for 1920	10,683.40	10,683.40
Refund received 1927 for 1920	2,892.32	2,892.32
Total	125,257.12	125,257.12
Net balance owed for prior years	55,384.84	55,384.84
Original paid 1922 for 1921	170,395.71	170,395.71
Additional paid 1926 for 1921	6,894.05	6,894.05
Total	177,289.76	177,289.76
Refund received 1926 for 1921	10,877.55	10,877.55
Net Income Tax 1921	166,412.21	166,412.21
Reserve for Income Tax 1921	221,797.05	221,797.05

YEAR ENDED DECEMBER 31, 1922

	221,797.05	221,797.05
Reserve for Income Tax 1921	221,797.05	221,797.05
Original paid 1922 for 1921	170,395.71	170,395.71
Net Balance owed for prior years	51,401.34	51,401.34
Additional paid 1923 for 1917	5,876.58	5,876.58
Additional paid 1923 for 1918	35,681.44	35,681.44
Additional paid 1923 for 1919	120,346.04	120,346.04
Additional paid 1923 for 1920	18,737.90	18,737.90
Additional paid 1923 for 1921	6,894.05	6,894.05
Total	187,536.01	187,536.01
Refund received 1924 for 1919	35,000.00	35,000.00
Refund received 1925 for 1919	39,238.13	39,238.13
Refund received 1927 for 1919	37,443.27	37,443.27
Refund received 1926 for 1920	10,683.40	10,683.40
Refund received 1927 for 1920	2,892.32	2,892.32
Refund received 1926 for 1921	10,877.55	10,877.55
Total	136,134.67	136,134.67
Net balance owed for prior years	51,401.34	51,401.34
Original paid 1923 for 1922	150,273.81	150,273.81
Additional paid 1926 for 1922	3,199.92	3,199.92
Net Income Tax 1922	153,473.73	153,473.73
Reserve for Income Tax 1922	204,875.07	204,875.07

YEAR ENDED DECEMBER 31, 1923

	204,875.07	204,875.07
Reserve for Income Tax 1922	204,875.07	204,875.07
Original paid 1923 for 1922	150,273.81	150,273.81
Additional paid 1923 for 1917	5,876.58	5,876.58
Additional paid 1923 for 1918	35,681.44	35,681.44
Additional paid 1923 for 1919	120,346.04	120,346.04
Additional paid 1923 for 1920	18,737.90	18,737.90
Total	330,915.17	330,915.17
Net Refunds due Company from prior years	126,040.76	126,040.76

Table with multiple columns showing financial data for 1925, including items like 'Reserve for Income Tax', 'Original paid 1926 for 1925', and 'Refund received 1926 for 1921'. Includes a total balance of 82,690.01.

YEAR ENDED DECEMBER 31, 1925 (Continued)

Table showing financial data for 1925, including 'Net refunds due Company from prior yrs.', 'Original paid 1926 for 1925', and 'Additional paid 1927 for 1925'. Total: 82,690.01.

YEAR ENDED DECEMBER 31, 1926

Table showing financial data for 1926, including 'Reserve for Income Tax 1925', 'Original paid 1926 for 1925', and 'Refund received 1926 for 1921'. Total: 29,547.20.

YEAR ENDED DECEMBER 31, 1927

Table showing financial data for 1927, including 'Net refunds due Company from prior yrs.', 'Original paid 1927 for 1926', and 'Additional paid 1928 for 1926'. Total: 21,426.05.

YEAR ENDING DECEMBER 31, 1927

Table showing financial data for 1927, including 'Reserve for Income Tax 1926', 'Original paid 1927 for 1926', and 'Refund received 1927 for 1920'. Total: 97,468.06.

Subject to comments of reports.

85,000.00

YEARS ENDED DECEMBER 31, 1927

Reserve for Income Tax	1927	
Original paid 1928 for	1927	97,468.06
Additional paid 1928 for	1927	94,704.35
Additional paid 1928 for	1927	1,578.65
Total		1,185.06
Original paid 1929 for	1928	97,468.06
Refund paid 1929 for	1928	00
Net Income Tax	1928	78,013.52
Reserve for Income Tax	1928	78,013.52

YEARS ENDED DECEMBER 31, 1928

Reserve for Income Tax	1928	
Original paid 1929 for	1928	78,013.52
Refund received 1929 for	1928	918.63
Total		78,932.15
Original paid 1929 for	1928	78,932.15
Balance		00
Original paid 1930 for	1929	64,328.76
Additional paid 1931 for	1929	4,774.63
Net Income Tax	1929	69,103.39
Reserve for Income Tax	1929	69,103.39

YEARS ENDED DECEMBER 31, 1930

1931 - 1932 - 1933

Reserve for Income Tax	1929	
Original paid 1930 for	1929	69,103.39
Reserve for Income Tax	1930	64,328.76
Additional paid 1931 for	1929	4,774.63
Reserve for Income Tax	1931	4,774.63
Reserve for Income Tax	1932	00
Income Tax for year	1933	00
Reserve for Income Tax	1933	26,358.81
Reserve for Income Tax	1933	26,358.81

YEARS ENDED DECEMBER 31, 1934

1935 - 1936

Reserve for Income Tax	1934	
Refund paid 1936 for	1933	00
Reserve for Income Tax December 31, 1934-1935		1,840.17
Reserve for Income Tax	1936	1,840.17
Less Refund for 1935 not paid		589.40
Reserve for Income Tax December 31, 1936		17,053.26

85,000.00

85,000.00

YEAR ENDED DECEMBER 31, 1928

Reserve for Income Tax	1927		97,468.06
Original paid 1928 for	1927	94,704.35	
Additional paid 1928 for	1927	1,578.65	
Additional paid 1928 for	1927	1,185.06	
Total			97,468.06
Original paid 1929 for	1928	78,932.15	00
Refund paid 1929 for	1928	918.63	
Net Income Tax	1928		78,013.52
Reserve for Income Tax	1928		78,013.52

YEAR ENDED DECEMBER 31, 1929

Reserve for Income Tax	1928		78,013.52
Refund paid 1929 for	1928	918.63	
Total			78,932.15
Original paid 1929 for	1928		78,932.15
Balance			00
Original paid 1930 for	1929	64,328.76	
Additional paid 1931 for	1929	4,774.63	
Net Income Tax	1929		69,103.39
Reserve for Income Tax	1929		69,103.39

YEAR ENDED DECEMBER 31, 1930

Reserve for Income Tax	1929		69,103.39
Original paid 1930 for	1929	64,328.76	
Reserve for Income Tax	1930	4,774.63	
Additional paid 1931 for	1929	4,774.63	
Reserve for Income Tax	1931	00	
Reserve for Income Tax	1932	00	
Income Tax for year	1933	26,358.81	
Reserve for Income Tax	1933		26,358.81

YEARS ENDED DECEMBER 31, 1934

Reserve for Income Tax	1934		00	00
Refund paid 1936 for	1933			1,840.17
Reserve for Income Tax December 31, 1934-1935				1,840.17
Reserve for Income Tax	1936	17,642.66		
Less Refund for 1935 not paid		589.40		
Reserve for Income Tax December 31, 1936				17,053.26

Note:- Subject to Comments of Report.

SCHEDULE F

ANALYSIS OF FIXED ASSETS

FOR THE PERIOD

JANUARY 1, 1919 TO DECEMBER 31, 1936

THE MAGEE CARPET COMPANY

BLOOMSBURG, PENNA.

Fixed Assets	1-1-19		1,506,294.66
Additions	1919		24,273.20
Fixed Assets	12-31-19		1,530,567.84
Additions	1920		22,331.46
Fixed Assets	12-31-20		1,552,899.30
Additions	1921		69,369.25
Fixed Assets	12-31-21		1,622,268.55
Additions	1922		87,415.85
Fixed Assets	12-31-22		1,709,684.40
Additions	1923		239,385.40
Fixed Assets	12-31-23		1,949,069.80
Add: Depreciation credited direct to Assets a/cs 1924			81,652.77
Total			2,030,722.57
Less: Elimination prior years		34,879.13	
Appreciation eliminated to show cost		98,327.26	
Assets eliminated as fully depreciated		447,613.94	
Total deductions 1924			580,820.33
Balance before additions 1924			1,449,902.24
Additions 1924			298,102.44
Fixed Assets 12-31-24			1,748,004.68
Building scrapped 1925			13,897.32
Balance			1,734,107.36
Additions 1925			437,113.34
Fixed Assets 12-31-25			2,171,220.70
Less: Assets eliminated as fully depreciated			117,943.78
Balance before Additions 1926			2,053,276.92
Additions 1926			157,703.22
Fixed Assets 12-31-26			2,210,980.14
Less: Assets eliminated as fully depreciated			51,630.81
Balance before Additions 1927			2,159,349.33
Appreciation Dye House, M & F			8,486.22
Total for 1927			2,167,835.55
Additions 1927			303,908.52
Fixed Assets 1927			2,471,744.07
Less: Assets eliminated as fully depreciated			14,497.35
Balance			2,457,246.72
Buildings 6-7-8 scrapped			15,223.05
Balance			2,422,023.07
Additions 1928		273,565.07	
Construction Acct.		39,428.82	
Total additions			312,993.89
Fixed Assets 12-31-28			2,735,016.96
Less: Assets eliminated as fully depreciated			49,374.60
Balance			2,685,642.36
Additions 1929		97,230.04	
Construction account		431,815.54	
Total Additions			529,045.58
Fixed Assets 12-31-29			3,214,687.94

SCHEDULE F (Continued)

ANALYSIS OF FIXED ASSETS

FOR THE PERIOD

JANUARY 1, 1919 TO DECEMBER 31, 1936

THE MAGEE CARPET COMPANY

BLOOMSBURG, PENNA.

Fixed Assets	12-31-29		3,214,687.94
Additions	1930	405,806.93	
Construction account		19,240.86	
Total Additions			625,047.79
Fixed Assets	12-31-30		3,839,735.73
Additions	1931	224,391.78	
Construction account		1,815.54	
Total Additions			226,207.32
Total Assets	12-31-31		4,065,943.05
Assets eliminated as fully depreciated			18,680.93
Balance	12-31-31		4,047,262.12
Additions	12-31-32	137,224.65	
Construction account		9,458.23	
Total Additions			146,682.88
Fixed Assets	12-31-32		4,193,945.00
Fully depreciated Fixed Assets			25,439.35
Balance Fixed Assets 12-31-32			4,168,505.65
Additions	12-31-33	79,520.58	
Construction account		11,566.88	
Total Additions			91,087.41
Fixed Assets	12-31-33		4,259,593.11
Additions	12-31-34	169,917.82	
Construction account		16,136.13	
Total Additions			186,053.95
Fixed Assets	12-31-34		4,445,647.06
Additions	12-31-35	194,369.27	
Construction account		845.07	
Total Fixed Assets 12-31-35			4,640,861.40
Additions	12-31-36	64,440.42	
Construction account		2,907.92	
Total Additions			67,348.34
Fixed Assets 12-31-36			4,708,209.74

Note:- Subject to Comments of Report.

SCHEDULE G

ANALYSIS OF RESERVE FOR DEPRECIATION

FOR THE PERIOD

JANUARY 1, 1919 TO DECEMBER 31, 1936

THE MAGEE CARPET COMPANY

BLOOMSBURG, PENNA.

Reserve for Depreciation	1-1-19		556,178.61
Depreciation	1919		<u>92,915.03</u>
Reserve for Depreciation	12-31-19		649,093.64
Depreciation	1920		<u>90,426.46</u>
Reserve for Depreciation	12-31-20		739,519.10
Depreciation	1921		<u>91,669.62</u>
Reserve for Depreciation	12-31-21		831,188.72
Depreciation	1922		<u>96,230.41</u>
Reserve for Depreciation	12-31-22		927,419.13
Depreciation	1923		<u>97,937.43</u>
Reserve for Depreciation	12-31-23		1,025,356.56
Adjustments prior years		34,879.13	
Elimination of appreciation to show costs		98,327.26	
Assets eliminated as fully depreciated		<u>447,613.94</u>	
Total		<u>580,820.33</u>	
Deprn. credited direct to assets		<u>81,652.77</u>	
Total adjustments			<u>499,167.56</u>
Balance			526,189.00
Depreciation	1924		<u>87,979.52</u>
Reserve for depreciation	12-31-24		614,168.52
Buildings scrapped - accrued depreciation			9,273.98
Balance			604,894.54
Depreciation	1925		<u>105,052.58</u>
Reserve for depreciation	12-31-25		709,947.12
Assets eliminated as fully depreciated			<u>117,943.78</u>
Balance			592,003.34
Depreciation	1926		<u>126,603.31</u>
Reserve for depreciation	12-31-26		718,606.65
Assets eliminated as fully depreciated		51,630.81	
Appreciation Dye House, M & F		<u>8,486.22</u>	
Total adjustments			<u>43,144.59</u>
Balance			675,462.06
Depreciation	1927		<u>131,986.21</u>
Reserve for depreciation	12-31-27		807,448.27
Buildings scrapped-acrued depreciation		8,592.10	
Assets eliminated, fully depreciated		<u>34,497.35</u>	
Total adjustments			<u>43,089.45</u>
Balance			764,358.82
Depreciation	1928		<u>149,422.19</u>
Reserve for depreciation	12-31-28		913,781.01
Assets eliminated, fully depreciated		49,374.60	
Equipment sold, accrued depreciation		<u>169.83</u>	
Total adjustments			<u>49,564.43</u>
Balance			864,216.58
Depreciation	1929		<u>115,890.05</u>
Reserve for depreciation	12-31-29		980,106.63

(Continued)

SCHEDULE G (Continued)

ANALYSIS OF RESERVE FOR DEPRECIATION

FOR THE PERIOD

JANUARY 1, 1919 TO DECEMBER 31, 1936

THE MAGEE CARPET COMPANY

BLOOMSBURG, PENNA.

Reserve for depreciation	12-31-29		980,106.63
Depreciation	1930		<u>130,589.84</u>
Reserve for depreciation	12-31-30		1,110,596.47
Depreciation	1931		<u>155,449.08</u>
Reserve for depreciation	12-31-31		1,266,145.55
Less: Assets eliminated as fully depreciated			<u>20,808.95</u>
Balance	12-31-31		1,245,336.60
Depreciation	1932		<u>94,368.55</u>
Total			<u>1,339,705.15</u>
Fully depreciated Assets			<u>38,989.07</u>
Balance	12-31-32		1,300,716.08
Depreciation	1933		<u>161,614.27</u>
Balance	12-31-33		1,462,330.35
Depreciation	1934		<u>137,144.38</u>
Balance	12-31-34		1,599,474.73
Depreciation	1935		<u>171,328.31</u>
Balance	12-31-35		1,770,803.04
Depreciation	1936		<u>181,674.89</u>
Balance			1,952,477.93
Fully depreciated			<u>32,664.23</u>
Balance	12-31-36		1,920,813.70

Notes:- Subject to Comments of Report.

SCHEDULE H

RECONCILIATION OF REVENUE AGENT'S SURPLUS AND REPORT SURPLUS

FOR THE PERIOD

JANUARY 1, 1920 TO DECEMBER 31, 1936

THE MAGEE CARPET COMPANY

BLOOMSBURG, PENNA.

<u>Agent's Report</u>		
Surplus	12-31-19	740,000.18
Insurance Report		69,867.56
Reserve for Income Tax		146,256.88
Reserve for Contingencies		72,846.74
Total		1,028,971.30
James Magee Estate Insurance		214,146.84
Corrected Agent's Surplus		1,243,118.20
<u>Surplus per report</u>		1,009,659.35
Reserve for Income Tax		195,958.85
Reserve for Bad Debts		37,500.00
Total Surplus per report		1,243,118.20
<u>Agent's Report</u>		1,001,073.85
Surplus	12-31-20	69,867.56
Insurance Account		200,848.26
Reserve for Income Tax		121,265.52
Reserve for Contingencies		1,393,055.18
Total		214,146.84
James Magee Estate Insurance		1,607,202.02
Total		524.00
Less Premium Preferred Stock		1,606,678.02
Corrected Agent's Surplus		1,378,598.52
<u>Surplus per report</u>		190,579.50
Reserve for Income Tax		37,500.00
Reserve for Bad Debts		1,606,678.02
Total Surplus per report		
<u>Agent's Report</u>		1,463,102.62
Surplus	12-31-21	69,867.56
Insurance Account		58,638.17
Reserve for Bad Debts		73,587.10
Reserve for Redemption Preferred Stock		179,653.60
Reserve for Income Tax		13,128.82
Reserve for Advertising		1,857,987.88
Total		214,146.84
James Magee Estate Insurance		2,072,134.72
Corrected Agent's Surplus		1,814,659.00
<u>Surplus per Report</u>		221,797.05
Reserve for Income Tax		56,250.00
Reserve for Bad Debts		2,092,706.05
Total		
Excessive depreciation	21,095.33	
Premium Preferred Stock	524.00	
Total		20,571.33
Total Surplus per Report		2,072,134.72

SCHEDULE H (Continued)

12-31-22		
Agent's Report		2,427,367.38
Surplus		69,867.56
Insurance Report		7,716.47
Reserve for Advertising		151,257.89
Reserve for Income Tax		88,605.10
Reserve for Preferred Stock		70,409.75
Reserve for Bad Debts		2,815,224.15
Total		214,146.84
James Magee Estate Insurance		3,029,370.99
Total		12,374.00
Less Premium Preferred Stock		3,016,996.99
Corrected Agent's Surplus		2,737,121.92
Surplus per Report		204,875.00
Reserve for Income Tax		75,000.00
Reserve for Bad Debts		3,016,996.99
Total		
12-31-23		
Agent's Report		3,431,439.11
Surplus		17,291.29
Reserve for Advertising		153,500.00
Reserve for Income Tax		103,623.10
Reserve for Preferred Stock		75,000.00
Reserve for Bad Debts		33,250.10
Reserve for Contingencies		3,814,103.60
Total		1,801.27
James Magee Estate Insurance		3,815,904.87
Corrected Agent's Surplus		
Surplus per Report		3,712,355.29
Reserve for Income Tax		28,549.48
Reserve for Bad Debts		75,000.00
Total		3,815,984.77
12-31-24		
Agent's Report		4,189,215.65
Surplus		6,374.45
Reserve for Advertising		148,726.93
Reserve for Income Tax		118,641.10
Reserve for Preferred Stock		68,109.37
Reserve for Bad Debts		95,893.10
Reserve for Contingencies		4,625,957.60
Total		1,801.27
James Magee Estate Insurance		4,628,758.87
Corrected Agent's Surplus		
Surplus per Report		4,511,397.13
Reserve for Income Tax		42,361.74
Reserve for Bad Debts		75,000.00
Total		4,628,758.87
12-31-25		
Agent's Report		4,776,580.61
Surplus		115,500.00
Reserve for Income Tax		133,659.10
Reserve for Preferred Stock		75,000.00
Reserve for Bad Debts		100,000.00
Reserve for Contingencies		5,200,739.71
Total		1,801.27
James Magee Estate Insurance		5,202,540.98
Total		2,630.72
Excessive Employees' Bonus Reserve		5,205,171.70
Corrected Agent's Surplus		5,047,481.69
Surplus per Report		82,690.01
Reserve for Income Tax		75,000.00
Reserve for Bad Debts		5,205,171.70
Total		

12-31-22		
Agent's Report		2,427,367.38
Surplus		69,867.56
Insurance Report		7,716.47
Reserve for Advertising		151,257.89
Reserve for Income Tax		88,605.10
Reserve for Preferred Stock		70,409.75
Reserve for Bad Debts		2,815,224.15
Total		214,146.84
James Magee Estate Insurance		3,029,370.99
Total		12,374.00
Less Premium Preferred Stock		3,016,996.99
Corrected Agent's Surplus		2,737,121.92
Surplus per Report		204,875.00
Reserve for Income Tax		75,000.00
Reserve for Bad Debts		3,016,996.99
Total		
12-31-23		
Agent's Report		3,431,439.11
Surplus		17,291.29
Reserve for Advertising		153,500.00
Reserve for Income Tax		103,623.10
Reserve for Preferred Stock		75,000.00
Reserve for Bad Debts		33,250.10
Reserve for Contingencies		3,814,103.60
Total		1,801.27
James Magee Estate Insurance		3,815,904.87
Corrected Agent's Surplus		
Surplus per Report		3,712,355.29
Reserve for Income Tax		28,549.48
Reserve for Bad Debts		75,000.00
Total		3,815,984.77
12-31-24		
Agent's Report		4,189,215.65
Surplus		6,374.45
Reserve for Advertising		148,726.93
Reserve for Income Tax		118,641.10
Reserve for Preferred Stock		68,109.37
Reserve for Bad Debts		95,893.10
Reserve for Contingencies		4,625,957.60
Total		1,801.27
James Magee Estate Insurance		4,628,758.87
Corrected Agent's Surplus		
Surplus per Report		4,511,397.13
Reserve for Income Tax		42,361.74
Reserve for Bad Debts		75,000.00
Total		4,628,758.87
12-31-25		
Agent's Report		4,776,580.61
Surplus		115,500.00
Reserve for Income Tax		133,659.10
Reserve for Preferred Stock		75,000.00
Reserve for Bad Debts		100,000.00
Reserve for Contingencies		5,200,739.71
Total		1,801.27
James Magee Estate Insurance		5,202,540.98
Total		2,630.72
Excessive Employees' Bonus Reserve		5,205,171.70
Corrected Agent's Surplus		5,047,481.69
Surplus per Report		82,690.01
Reserve for Income Tax		75,000.00
Reserve for Bad Debts		5,205,171.70
Total		

12-31-26	Surplus	4,195,147.10
	Reserve for Income Tax	60,332.66
	Reserve for Preferred Stock	133,659.10
	Reserve for Bad Debts	75,000.00
	Reserve for Contingencies	16,655.32
	Total	4,480,794.18
	Surplus per Report	4,384,368.13
	Reserve for Income Tax	21,426.05
	Reserve for Bad Debts	75,000.00
	Total	4,480,794.18
12-31-27	Surplus	4,703,952.77
	Reserve for Income Tax	94,704.35
	Reserve for Preferred Stock	133,659.10
	Reserve for Bad Debts	75,000.00
	Total	5,007,316.22
	Surplus per Report	4,834,848.16
	Reserve for Income Tax	97,468.06
	Reserve for Bad Debts	75,000.00
	Total	5,007,316.22
12-31-28	Surplus	5,142,233.32
	Reserve for Income Tax	78,932.15
	Reserve for Preferred Stock	133,659.10
	Reserve for Bad Debts	75,600.00
	Total	5,429,824.57
	Surplus per Report	5,276,811.05
	Reserve for Income Tax	78,013.52
	Reserve for Bad Debts	75,000.00
	Total	5,429,824.57
12-31-29	Surplus	5,737,579.33
	Reserve for Income Tax	63,725.90
	Reserve for Bad Debts	75,000.00
	Total	5,876,305.23
	Surplus per Report	5,732,201.84
	Reserve for Income Tax	69,103.39
	Reserve for Bad Debts	75,000.00
	Total	5,876,305.23
12-31-30	Surplus	5,302,327.45
	Reserve for Rebate	3,095.76
	Total	5,299,231.69
	Surplus per Report	5,219,457.06
	Reserve for Income Tax	4,774.63
	Reserve for Bad Debts	75,000.00
	Total	5,299,231.69

12-31-26	Surplus	4,195,147.10
	Reserve for Income Tax	60,332.66
	Reserve for Preferred Stock	133,659.10
	Reserve for Bad Debts	75,000.00
	Reserve for Contingencies	16,655.32
	Total	4,480,794.18
	Surplus per Report	4,384,368.13
	Reserve for Income Tax	21,426.05
	Reserve for Bad Debts	75,000.00
	Total	4,480,794.18
12-31-27	Surplus	4,703,952.77
	Reserve for Income Tax	94,704.35
	Reserve for Preferred Stock	133,659.10
	Reserve for Bad Debts	75,000.00
	Total	5,007,316.22
	Surplus per Report	4,834,848.16
	Reserve for Income Tax	97,468.06
	Reserve for Bad Debts	75,000.00
	Total	5,007,316.22
12-31-28	Surplus	5,142,233.32
	Reserve for Income Tax	78,932.15
	Reserve for Preferred Stock	133,659.10
	Reserve for Bad Debts	75,600.00
	Total	5,429,824.57
	Surplus per Report	5,276,811.05
	Reserve for Income Tax	78,013.52
	Reserve for Bad Debts	75,000.00
	Total	5,429,824.57
12-31-29	Surplus	5,737,579.33
	Reserve for Income Tax	63,725.90
	Reserve for Bad Debts	75,000.00
	Total	5,876,305.23
	Surplus per Report	5,732,201.84
	Reserve for Income Tax	69,103.39
	Reserve for Bad Debts	75,000.00
	Total	5,876,305.23
12-31-30	Surplus	5,302,327.45
	Reserve for Rebate	3,095.76
	Total	5,299,231.69
	Surplus per Report	5,219,457.06
	Reserve for Income Tax	4,774.63
	Reserve for Bad Debts	75,000.00
	Total	5,299,231.69

4,182,141.10	12-31-31	Agent's Report
50,332.86		Surplus
1,338,332.10		Reserve for Income Tax
12,000.00		Reserve for Rebates
18,622.38		Reserve for Bad Debts
4,480,194.18		Reserve for Contingencies
4,384,484.33		Total
52,428.87		Surplus per Report
12,000.00		Reserve for Income Tax
4,480,194.18		Reserve for Bad Debts
4,480,194.18		Total
4,103,332.11	12-31-32	Agent's Report
34,104.33		Surplus
1,338,332.10		Reserve for Income Tax
12,000.00		Reserve for Rebates
2,001,116.13		Reserve for Bad Debts
4,834,484.18		Reserve for Contingencies
37,408.00		Total
12,000.00		Surplus per Report
3,001,116.13		Reserve for Income Tax
3,001,116.13		Reserve for Bad Debts
3,001,116.13		Total
2,144,438.33	12-31-33	Agent's Report
16,938.28		Surplus
1,338,332.10		Reserve for Income Tax
12,000.00		Reserve for Rebates
2,001,116.13		Reserve for Bad Debts
2,229,227.05		Reserve for Contingencies
18,012.38		Total
12,000.00		Surplus per Report
2,001,116.13		Reserve for Income Tax
2,001,116.13		Reserve for Bad Debts
2,001,116.13		Total
2,144,438.33	12-31-34	Agent's Report
63,170.00		Surplus
12,000.00		Reserve for Income Tax
2,001,116.13		Reserve for Rebates
2,144,438.33		Reserve for Bad Debts
2,144,438.33		Reserve for Contingencies
2,144,438.33		Total
63,170.00		Surplus per Report
12,000.00		Reserve for Income Tax
2,144,438.33		Reserve for Bad Debts
2,144,438.33		Total
2,144,438.33	12-31-35	Agent's Report
1,032.38		Surplus
1,032.38		Reserve for Income Tax
2,144,438.33		Reserve for Rebates
2,144,438.33		Reserve for Bad Debts
2,144,438.33		Reserve for Contingencies
2,144,438.33		Total
1,032.38		Surplus per Report
1,032.38		Reserve for Income Tax
2,144,438.33		Reserve for Bad Debts
2,144,438.33		Total
2,144,438.33	12-31-36	Agent's Report
1,032.38		Surplus
1,032.38		Reserve for Income Tax
2,144,438.33		Reserve for Rebates
2,144,438.33		Reserve for Bad Debts
2,144,438.33		Reserve for Contingencies
2,144,438.33		Total
1,032.38		Surplus per Report
1,032.38		Reserve for Income Tax
2,144,438.33		Reserve for Bad Debts
2,144,438.33		Total

<u>Agent's Report</u>		
Surplus	12-31-31	5,340,424.86
Reserve for Rebates		5,000.00
Surplus per report		5,260,424.86
Reserve for Bad Debts		75,000.00
Total		5,340,424.86
<u>Agent's Report</u>		
Surplus	12-31-32	4,891,091.11
Surplus per Report		4,316,091.11
Reserve for Bad Debts		75,000.00
Total		4,891,091.11
<u>Agent's Report</u>		
Surplus	12-31-33	5,072,554.33
Surplus per Report		4,971,195.52
Reserve for Bad Debts		75,000.00
Reserve for Income Tax		26,358.81
Total		5,072,554.33
<u>Agent's Report</u>		
Surplus	12-31-34	5,009,074.74
Surplus per report		4,935,914.91
Reserve for Bad Debts		75,000.00
Reserve for Insurance Tax		
Total		5,009,074.74
<u>Agent's Report</u>		
Surplus	12-31-35	4,995,161.65
Surplus per Report		4,922,001.82
Reserve for Bad Debts		75,000.00
Reserve for Income Tax		
Total		4,995,161.65
<u>Federal Tax Report</u>		
Surplus	12-31-36	4,866,040.49
Surplus per Annual Report		15,000.00
Reserve for Discounts		15,888.14
Reserve for Obsolescence Patents		31,648.56
Reserve for Obsolescence German Looms		588.40
Total		4,948,577.19
Excessive 1935 Income Tax		4,949,165.59
Surplus per this Report		75,000.00
Add: Reserve for Bad Debts		17,642.66
Reserve for Income Tax Federal		
Total		4,041,808.25