

*Haskins & Sells - Belchen*  
*etc* AGENTS' ANNUAL REPORTS AND  
STATISTICS  
YEAR ENDING DEC. 31,  
1909

MS 86-100  
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AGENTS' ANNUAL REPORTS  
AND STATISTIC  
FOR YEAR ENDING DEC. 31, 1909

I N D E X

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|----|--|----|
| 1. | Haskins & Sells - Annual Report - Certified Public Accountants | 1. |
| 2. | Master Mechanics Annual Report - McClure                       | 2. |
| 3. | Superior Charcoal Iron Co. - Statement of Operations           | 3. |
| 4. | Solicitors Annual Report - Wm. P. Belden                       | 4. |

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**HASKINS & SELLS**  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E.C.  
30 COLEMAN STREET

RECEIVED

MAY 21 1910

Ack. \_\_\_\_\_ Ans. \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 19, 1910.

Mr. Wm. G. Mather,  
President, The Cleveland-Cliffs Iron Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the following companies, for the periods stated:

Thirteen Months ended December 31, 1909:

The Cleveland-Cliffs Iron Company,  
Cleveland Iron Mining Company,  
Pioneer Iron Company,  
Iron Cliffs Company,  
Jackson Iron Company,  
Grand Island Steamship Company,  
Negaunee Mine,  
Excelsior Iron Company,  
Michigamme Company,  
American Iron Mining Company,  
Bay Mills Land & Lumber Company,  
The Central Land & Timber Company, Limited.

Year ended December 31, 1909:

Arctic Iron Company,  
The Munising Company,  
The Presque Isle Transportation Company,  
Hopkins Steamship Company,  
The Lake Superior & Ishpeming Railway Company,  
The United Dock Company,  
Munising Railway Company,  
Marquette & Southeastern Railway Company,  
Upper Peninsula Land Company, Limited.

General Balance Sheets as of December 31, 1909, and Statements of Income and Profit and Loss for the periods ended December 31, 1909, of the several companies were rendered under date of May 7, 1910, as well as a Consolidated General Balance Sheet and a Consolidated Statement of Profit and Loss with supporting schedules, embracing the following companies:

Page 1.

The Cleveland-Cliffs Iron Company,  
Cleveland Iron Mining Company,  
Pioneer Iron Company,  
Iron Cliffs Company,  
Jackson Iron Company,  
Grand Island Steamship Company,

The entire issue of Capital Stock of the five last named Companies is owned or controlled by The Cleveland-Cliffs Iron Company. This Company also owns all the Capital Stock of The Munising Company and the Marquette & Southeastern Railway Company, and the Iron Cliffs Company owns all the Capital Stock of the Excelsior Iron Company. These latter Companies have not been included in the Consolidated Statements, in conformity with the practice of former years.

#### CASH ACCOUNTS

Our comments in the past relating to the Cash Accounts of the Treasurer in Cleveland are in the main still applicable.

During the period ended December 31, 1909, checks of The Cleveland-Cliffs Iron Company aggregating \$6,992.82, representing advances on account of salaries and the transfer of funds, and receipts of a corresponding amount, were not recorded in the cash book.

Although the records indicate that the entire receipts of cash of the Companies had been deposited in the respective banks at December 31, 1909, it appears that checks received by several of the Companies prior to that date were not deposited until subsequently. In each instance the differences between the banks' and the Companies' records were reconciled. We suggest that hereafter the records be kept so as to reflect actual conditions.

All vouchers and cancelled checks of the various Companies were examined by us and the funds in the hands of cashiers at Cleveland, Ishpeming, Negaunee, Marquette and Gladstone were verified by count of cash and cash items and by certificates from depositaries.

At the request of the Auditor of your Company the composition of the various funds at the time of our count is shown below:

CLEVELAND IRON MINING COMPANY

Cleveland Office - Per Count March 22, 1910:

Cash,.....		\$ 100.60
Checks:		
Henry A. Raymond - Dated February 25, 1910,..	\$ 50.00	
H. G. Van Sweringen - Dated March 16, 1910,..	20.00	
Iron Cliffs Company - Dated January 21, 1910,	51.15	
Cleveland-Cliffs Iron Company - Dated Jan- uary 16, 1910,.....	101.40	
Wm. P. Belden - Dated February 1, 1910,.....	<u>40.00</u>	262.55
Express Receipts of Various Express Companies for months of November and December, 1909, and Feb- ruary and March, 1910,.....		9.30
Postage - September 21, 1909,.....		13.80
Postage - February, 1910,.....		11.00
American District Telegraph Company - Messenger Service for December, 1909, and January, 1910, Paid February 9, 1910,.....		.50
Directors' Fees - June 28, 1909,.....		40.00
Personal Telephones and Telegrams:		
H. A. Raymond,.....	\$ 4.33	
Mrs. Hodges,.....	1.96	
Mr. Durkin,.....	<u>.52</u>	6.81
Salary Advances:		
Mrs. Hodges,.....	\$ 30.00	
W. M. Surgeon,.....	<u>25.00</u>	55.00
Advances on Account of Expenses:		
H. A. Raymond,.....		50.00
Tickets - Cleveland Letter Carriers' Association,.....		2.00
Sundry Purchases as per Bills on File,.....		<u>63.72</u>
Total,.....		\$ 615.28
Deficit,.....		<u>8.34</u>
Amount of Fund,.....		<u>\$ 623.62</u>

THE CLEVELAND-CLIFFS IRON COMPANY

Mining Department, Ishpeming - Per Count March 14, 1910:

Cash in Hand,.....		\$ 121.97
Brass Checks Redeemed,.....		17.00
Checks:		
The Cleveland-Cliffs Iron Company, favor of		
R. H. McCartney,.....	\$ 5.04	
C. J. Shadduck,.....	15.00	
Pay Roll Checks of Employees, Cashed,.....	<u>130.92</u>	150.96
Advances on Account of Salary:		
John Keith,.....	\$ 35.00	
C. G. Franson,.....	5.00	
R. H. McCartney,.....	10.00	
C. J. Shadduck,.....	75.00	
C. J. Berg,.....	35.00	
R. H. Ramsdell,.....	30.00	
C. W. Lincoln,.....	35.00	
J. H. Litter,.....	25.00	
T. L. Christian,.....	15.00	
J. M. Fitzpatrick,.....	40.00	
C. T. Brahancy,.....	18.00	
J. L. Randall,.....	30.00	
S. J. Krogdall,.....	5.00	
C. Brahancy,.....	<u>22.00</u>	380.00
Forward,.....		\$ 669.93

Mining Department, Ishpeming - (Forward),.....	\$	669.93	
Advances to Employes on Mine Pay Roll,.....		553.54	
Advances to Employes on Account of Traveling Expenses,..		550.67	
Total,.....	\$1,774.14		
Less - Overdraft - The Miners' National Bank,			
Ishpeming, Michigan,.....		776.26	
Remainder,.....	\$	997.88	
Deficit,.....		2.12	
Amount of Fund,.....	<u>\$1,000.00</u>		
Furnace Department, Gladstone - Per Count March 14, 1910:			
Cash in Hand,.....	\$	250.79	
Checks:			
Pay Roll Check - John Wargon,.....	\$	44.90	
The Cleveland-Cliffs Iron Company,.....	3.57	48.47	
Cash on Deposit with the First National Bank,			
Negaunee, Michigan,.....		1,617.19	
Amount of Fund,.....	<u>\$1,916.45</u>		
Land Department, Negaunee - Per Count March 14, 1910:			
Cash in Hand,.....	\$	5.81	
Expense Items:			
Freight Expense Bills,.....	\$	1.26	
American Express Company's Bills,.....	8.60		
Switching Charges - Duluth, South Shore &			
Atlantic Railway Company,.....	12.00		
Payments made for the account of E. W.			
Anderson,.....	3.70		
Expenses account of Dismantling Coal Shed,....	50.00		
Notary Fees,.....	.50	76.08	
Salary Advances:			
W. A. Garner,.....	\$50.00		
E. E. Swanson,.....	2.75	52.75	
Expenses - W. A. Garner, account trip to Munising			
and Grand Island, March 10, 1910,.....		8.00	
Cash on Deposit with First National Bank, Negaunee,			
Michigan,.....		357.36	
Total,.....	\$	500.00	
Funds said to be in custody of Superintendents of the			
Greenhouse, Hotel Williams, and Grand Island Launch,			
not counted by us,.....		75.00	
Amount of Fund,.....	<u>\$ 575.00</u>		
Lumbering Department, Marquette - Per Count March 14, 1910:			
Cash in Hand,.....	\$	22.84	
Cash slip for Mileage Book,.....		12.50	
Advances to H. H. Ormsbee, Account of Expenses,.....		20.00	
Checks:			
N. R. Allen's Sons Co., Dated March 14, 1910,...	\$102.47		
" " " " March 11, 1910,...	422.78	525.25	
Cash on Deposit with The First National Bank of			
Alger County, Munising, Michigan,.....		2,714.42	
Amount of Fund,.....	<u>\$3,295.01</u>		

LAKE SUPERIOR AND ISHPEMING RAILWAY COMPANY

Overdraft - Marquette National Bank,.....		\$12,595.79	
Cash and Cash items - Per Count March 14, 1910:			
Cash in Hand,.....	\$	3.00	
Checks and Drafts:			
Michigan Central & Southern Railroad			
Company,.....	\$	.97	
New York Central & Hudson River			
Railroad Co.,.....		.34	
Marquette & Southeastern Rail-			
way Co.,.....		89.61	
Chicago & Great Western Railroad			
Co.,.....		.45	
Duluth, South Shore & Atlantic			
Railway Co.,.....		1,114.37	1,205.74
Advances - Account of Expenses:			
J. L. Hogan, Assistant Engineer	\$	10.00	
F. Byrne, Chief Clerk,.....		5.00	15.00
Total,.....			<u>1,223.74</u>
Credit Balance per Cash Book,.....			<u>\$11,372.05</u>

MUNISING RAILWAY COMPANY

Railway Department, Marquette:			
Overdraft - The First National Bank of Alger County,...	\$	1,697.62	
Checks and Drafts - Per Count March 14, 1910:			
Chicago & Northwestern Railway Company,...	\$	13.44	
Lake Superior & Ishpeming Railway Company,		656.39	
Illinois Central Railroad Company,.....		1.20	
Chicago & Northwestern Railway Company,...		13.55	
Total Cash Items,....	\$	684.58	
Marquette National Bank,.....		214.00	
Total,.....			<u>898.56</u>
Credit Balance per Cash Book,.....	\$		<u>799.04</u>

Land Department, Negaunee - Verified March 14, 1910:			
Cash on Deposit with The First National Bank,			
Alger County, Michigan, per cash records of the			
Department,.....	\$		<u>893.69</u>

MARQUETTE AND SOUTHEASTERN RAILWAY COMPANY

Per Count March 14, 1910:			
Cash in Hand,.....	\$		63.03
Checks and Drafts:			
Milwaukee, St. Paul & Sault Ste Marie,....	\$	.68	
Chicago & Northwestern Railway Company,...		9.73	
Norfolk & Portsmouth Belt Line,.....		.25	
Lake Independence Lumber Company,.....		18.20	
Yolmer Lumber Company,.....		19.45	
Munising Railway Company,.....		12.21	
Lake Superior & Ishpeming Railway Company,		55.77	
Marquette & Southwestern Railway Company,.		11.71	
Dorias & Bernard,.....		10.00	
R. C. Young,.....		10.00	
S. Kandia Creamery Company,.....		1.60	
Commercial National Bank - Cleveland -			
Draft,.....		1,104.20	1,253.80
Forward,.....			\$ 1,316.83



Forward,.....	\$ 1,316.83
R. C. Young - Advances account of Expenses,.....	25.00
Sundry Expense Items,.....	<u>13.20</u>
Total Cash and Cash Items,.....	\$ 1,355.03
Cash on Deposit:	
First National Bank, Marquette, Michigan,..	\$989.70
Marquette National Bank, Marquette, Michigan	<u>709.20</u>
	<u>1,698.90</u>
Balance per Cash Book,.....	<u>\$ 3,053.93</u>

UPPER PENINSULA LAND COMPANY

We find it is the custom of this Company to record in its books the interest on notes received through sales of Real Estate only when collected. In several instances the full amount of interest on notes settled after maturity has not been received, or charged, and semi-annual collections of interest have been overlooked and the notes surrendered without effecting collection of the interest. We are advised, however, that the collection of interest has been waived in many cases.

We suggest that the interest on all notes be charged to the appropriate individual accounts when due, and a corresponding credit made to Interest account. As such interest is collected it should be credited to the respective individual accounts and adjustments for any allowances made by a properly authorized entry. This would create an effective control of the income from this source.

ARCTIC IRON COMPANY

There have been eliminated from the General Balance Sheet of this Company at December 31, 1909, contained in our report dated May 7, 1910, amounts due from the Blue Iron Mining Company, \$625, and the Queen Iron Mining Company, \$2,500, for ground rents, as it appears that the amounts are uncollectible and should be written off. Reference is made to Exhibit "C" of our report relating to the Arctic Iron Company, dated March 29, 1909.

GENERAL

It is the custom of the Company to value ores on hand at the close of the year at less than cost, which, in our opinion, should be discontinued. Great care is exercised in obtaining accurate costs of mining ore, and we suggest that hereafter such results be used as a basis for inventory valuations.

We also suggest that in future the paymaster's account at Ishpeming be reconciled at the close of each month, instead of at an intermediate date as at present, to effect proper verification of the account at statement dates.

At December 31, 1909, there was cash on deposit with the Citizens Savings & Trust Company, Trustee, for the redemption of un-presented bonds of the Presque Isle Transportation Company and the Grand Island Steamship Company, and for the payment of un-presented interest coupons, which on the books of the Companies is charged to the respective liability accounts. We suggest that hereafter when cash is deposited with the Trustee for these purposes the amounts be charged to "Cash on Deposit for Redemption of Bonds" or "Cash on deposit for payment of Bond Interest" as the case may be, these accounts to be credited and the liability accounts charged when the bonds or coupons are retired by the Trustee or properly cancelled.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

CERTIFIED PUBLIC

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COPY.

THE CLEVELAND-CLIFFS IRON COMPANY  
AND AFFILIATED COMPANIES

COMMENTS ON THE AUDIT FOR THE  
YEAR ENDED DECEMBER 31, 1909

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DATED MAY 19, 1910

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HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

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**HASKINS & SELLS**

CERTIFIED PUBLIC ACCOUNTANTS

30 BROAD STREET

NEW YORK

LONDON, E.C.

30 COLEMAN STREET

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MAY 21 1910

Ack. \_\_\_\_\_ Ans. \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,

Chairman, Upper Peninsula Land Company, Ltd.,

Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the Upper Peninsula Land Company, Limited, for the year ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

"A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909 AND 1908 - AND COMPARISON.

"B" - STATEMENT OF INCOME AND PROFIT AND LOSS - FOR THE YEAR ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

UPPER PENINSULA LAND COMPANY, LIMITED

GENERAL BALANCE SHEET - DECEMBER 31, 1909 AND 1908 - AND COMPARISON

	.....DECEMBER 31,.....			
	1909	1908	INCREASE	DECREASE
<u>ASSETS</u>				
PROPERTY:				
Lands,.....	\$ 352,528.89	\$ 358,839.48		\$ 6,310.59
Timber,.....	866,598.27	890,309.49		23,711.22
Total Property,.....	\$1,219,127.16	\$1,249,148.97		\$ 30,021.81
CURRENT ASSETS:				
Cash,.....	\$ 14,045.42	\$ 25,399.80		\$ 11,354.38
Notes Receivable,.....	42,946.68	90,324.22		47,377.54
Accounts Receivable,.....	50.32	41.69	\$ 8.63	
Total Current Assets,.....	\$ 57,042.42	\$ 115,765.71		\$ 58,723.29
DUE FROM AFFILIATED COMPANIES,.....	\$ 40,000.00		\$ 40,000.00	
TOTAL,.....	\$1,316,169.58	\$1,364,914.68		\$ 48,745.10
<u>LIABILITIES</u>				
CAPITAL STOCK,.....	\$ 750,000.00	\$ 750,000.00		
BONDS,.....	\$ 350,000.00	\$ 396,000.00		\$ 46,000.00
CURRENT LIABILITIES - TAXES ACCRUED,.....	\$ 32,500.00	\$ 36,000.00		\$ 3,500.00
DEFERRED LIABILITY - ADVANCE PAYMENTS ON CON-TRACTS AND TIMBER PERMITS,.....	\$ 29,727.50	\$ 3,642.50	\$ 26,085.00	
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",....	\$ 153,942.08	\$ 179,272.18		\$ 25,330.10
TOTAL,.....	\$1,316,169.58	\$1,364,914.68		\$ 48,745.10

We have made an audit of the books and accounts of the Upper Peninsula Land Company, Limited, for the year ended December 31, 1909; and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(Signed) HASKINS & SELLS

Certified Public Accountants.

New York,

May 7, 1910.

EXHIBIT "A"

UPPER PENINSULA LAND COMPANY, LIMITED

STATEMENT OF INCOME AND PROFIT AND LOSS -  
FOR THE YEAR ENDED DECEMBER 31, 1909

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SALES:	
Real Estate - 3,489 Acres (Average \$4.68 per acre),.....	\$16,330.00
Timber - 14,641.78 Acres (Average \$3.44 per acre),.....	<u>50,430.16</u>
Total,.....	\$ 66,760.16
COST OF PROPERTY SOLD:	
Real Estate - 3,489 Acres at \$2.0064 per acre,.....	\$ 7,000.33
Timber - 14,641.78 Acres at \$1.5064 per acre,.....	<u>22,056.38</u>
Total,.....	<u>29,056.71</u>
GROSS PROFIT FROM OPERATIONS,.....	\$ 37,703.45
EXPENSES:	
General,.....	\$13,453.42
Legal,.....	16.25
Woods,.....	4,927.55
Farm - Drainage,.....	33.13
Commissions,.....	<u>263.00</u>
Total,.....	<u>18,693.35</u>
NET PROFIT FROM OPERATIONS,.....	\$ 19,010.10
OTHER INCOME - INTEREST ON BANK BALANCES AND NOTES AND ACCOUNTS RECEIVABLE,.....	<u>5,499.57</u>
GROSS INCOME,.....	\$ 24,509.67
DEDUCTIONS FROM INCOME:	
Taxes,.....	\$27,351.40
Interest on Bonds,.....	<u>22,483.68</u>
Total,.....	<u>49,835.08</u>
NET LOSS,.....	\$ 25,325.41
PROFIT AND LOSS CHARGE - ACCOUNTS RECEIVABLE WRITTEN OFF,.....	<u>4.69</u>
DEFICIT FOR THE YEAR,.....	\$ 25,330.10
PROFIT AND LOSS - SURPLUS, JANUARY 1, 1909,.....	<u>179,272.18</u>
PROFIT AND LOSS - SURPLUS, DECEMBER 31, 1909,.....	<u>\$153,942.08</u>

EXHIBIT "B"

COPY.

UPPER PENINSULA LAND  
COMPANY, LIMITED

REPORT  
ON AUDIT OF THE BOOKS AND ACCOUNTS -  
FOR THE YEAR ENDED DECEMBER 31, 1909

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DATED MAY 7, 1910

\*\*\*\*\*

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
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—  
LONDON, E. C.  
30 COLEMAN STREET  
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CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit, for the thirteen months ended December 31, 1909, of the books and accounts of the following Companies:

- The Cleveland-Cliffs Iron Company,
- Cleveland Iron Mining Company,
- Pioneer Iron Company,
- Iron Cliffs Company,
- Jackson Iron Company,
- Grand Island Steamship Company,

and submit herewith the following described exhibits and schedules:

EXHIBIT

"A" - CONSOLIDATED GENERAL BALANCE SHEET -  
DECEMBER 31, 1909, AND NOVEMBER 30,  
1908 - AND COMPARISON (After Elimina-  
tions as between Companies).

"B" - CONSOLIDATED GENERAL BALANCE SHEET -  
DECEMBER 31, 1909 (Showing Elimina-  
tions as between Companies).

Schedule

- #1 - Assets and Liabilities as  
between Companies Eliminated.
- 2 - Investments - Stocks, Bonds,  
Notes, Etc.
- 3 - Working and Trading Assets.
- 4 - Current Assets.
- 5 - Deferred Assets.
- 6 - Current Liabilities.
- 7 - Due to Constituent Companies -  
Unadjusted Balances.
- 8 - Deferred Liabilities.
- 9 - Reserves.

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"C" - CONSOLIDATED STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31,  
1909, AND THE TWELVE MONTHS ENDED NOVEM-  
BER 30, 1908 - AND COMPARISON (After Elim-  
inating Transactions between Companies).



"D" - CONSOLIDATED STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31,  
1909 (With Transactions between Companies  
Eliminated).

Schedule

- #1 - Transactions Between Companies  
Eliminated in Combining the In-  
come and Profit and Loss.
- 2 - Profit from Operations.
- 3 - Expenses.
- 4 - Other Income.
- 5 - Deductions from Income.
- 6 - Profit and Loss Credits.
- 7 - Profit and Loss Charges.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

THE CLEVELAND-CLIFFS IRON COMPANY,  
 CLEVELAND IRON MINING COMPANY, PIONEER IRON COMPANY,  
IRON CLIFFS COMPANY, JACKSON IRON COMPANY, GRAND ISLAND STEAMSHIP COMPANY

CONSOLIDATED GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON  
 (After Eliminations as Between Companies)

	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<u>A S S E T S</u>				
PROPERTY AND EQUIPMENT,.....	\$13,395,469.86	\$12,915,114.95	\$ 480,354.91	
INVESTMENTS - STOCKS, BONDS, NOTES, ETC.,.....	3,009,305.15	2,963,527.89	45,777.26	
WORKING AND TRADING ASSETS,.....	4,694,957.98	3,810,069.14	884,888.84	
CURRENT ASSETS,.....	4,004,624.31	3,589,057.39	415,566.92	
DUE FROM AFFILIATED COMPANIES,.....	601,560.67	763,174.10		\$ 161,613.43
DEFERRED ASSETS,.....	182,369.97	146,843.68	35,526.29	
CONTINGENT ASSETS (see Contra),.....	224,075.00	1,428,932.12		1,204,857.12
DUE FROM CONSTITUENT COMPANIES - UNADJUSTED BALANCES,.....		948.55		948.55
TOTAL,.....	<u>\$26,112,362.94</u>	<u>\$25,617,667.82</u>	<u>\$ 494,695.12</u>	
<u>LI A B I L I T I E S</u>				
CAPITAL STOCK,.....	\$ 4,910,000.00	\$ 4,910,000.00		
BONDS, FIRST MORTGAGE, 5%,.....	484,000.00	577,000.00		\$ 93,000.00
CURRENT LIABILITIES,.....	2,222,893.20	1,592,233.19	\$ 630,660.01	
DUE TO AFFILIATED COMPANIES,.....	365,336.23	181,898.12	183,438.11	
DEFERRED LIABILITIES,.....	811,308.06	1,080,763.72		269,455.66
RESERVES,.....	119,742.01	124,678.96		4,936.95
CONTINGENT LIABILITIES (see Contra),.....	224,075.00	1,428,932.12		1,204,857.12
DUE TO CONSTITUENT COMPANIES - UNADJUSTED BALANCES,.....	1,030.25		1,030.25	
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "C",.....	16,973,978.19	15,722,161.71	1,251,816.48	
TOTAL,.....	<u>\$26,112,362.94</u>	<u>\$25,617,667.82</u>	<u>\$ 494,695.12</u>	

We have made an audit of the books and accounts of The Cleveland-Cliffs Iron Company and Constituent Companies for the thirteen months ended December 31, 1909; and

WE HEREBY CERTIFY that the above Consolidated General Balance Sheet agrees with the books and is correct.

(signed) HASKINS & SELLS

Certified Public Accountants.

New York,  
 May 7, 1910.

EXHIBIT "A"

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

CONSOLIDATED GENERAL BALANCE SHEET - DECEMBER 31, 1909  
(Showing Eliminations as Between Companies)

TOTAL	ELIMINATIONS AS BETWEEN COMPANIES -		TOTAL BEFORE ELIMINATIONS	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
	Schedule #1	#1							
<u>ASSETS</u>									
PROPERTY AND EQUIPMENT,.....	\$13,395,469.86		\$13,395,469.86	\$ 7,417,167.11	\$2,571,457.09	\$ 828,451.80	\$ 457,635.19	\$486,758.67	\$1,634,000.00
INVESTMENTS - STOCKS, BONDS, NOTES, ETC. - Schedule #2,.....	* 3,009,305.15	\$3,950,000.00	6,959,305.15	6,810,842.43			123,251.00	1.00	25,210.72
WORKING AND TRADING ASSETS - Schedule #3,.....	4,694,957.98		4,694,957.98	3,158,159.18	608,452.10	573,475.39	298,124.56	3,455.42	53,291.33
CURRENT ASSETS - Schedule #4,....	4,004,624.31		4,004,624.31	2,301,161.69	712,827.65	225,538.81	691,646.88	39,774.24	33,675.04
DUE FROM CONSTITUENT COMPANIES,..		2,461,685.12	2,461,685.12	682,696.92	1,187,868.91	.90	469,296.88	121,821.51	
DUE FROM AFFILIATED COMPANIES,..	601,560.67		601,560.67	594,513.51	3,691.69	5.00	3,350.47		
DEFERRED ASSETS - Schedule #5,..	182,369.97		182,369.97	117,097.27		43,040.44	360.00	21,872.26	
CONTINGENT ASSETS (See Contra),..	224,075.00	724,000.00	948,075.00	948,075.00					
TOTAL,.....	<u>\$26,112,362.94</u>	<u>\$7,135,685.12</u>	<u>\$33,248,048.06</u>	<u>\$22,029,713.11</u>	<u>\$5,084,297.44</u>	<u>\$1,670,512.34</u>	<u>\$2,043,664.98</u>	<u>\$673,683.10</u>	<u>\$1,746,177.09</u>

\* Includes \$77,359.00 representing the excess of book value over par value of Capital Stock of Constituent Companies owned - (See Schedule #1).

*Exhibit B*

*(Continued) - 1*

THE CLEVELAND-CLIFFS IRON COMPANY, ETC.  
 CONSOLIDATED GENERAL BALANCE SHEET, ETC.

	TOTAL	ELIMINATIONS AS BETWEEN COMPANIES -		TOTAL BEFORE ELIMINATIONS	THE CLEVELAND-CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY		
		Schedule #1	#1									
<b>LIABILITIES</b>												
CAPITAL STOCK,.....	\$ 4,910,000.00	\$3,950,000.00	\$	8,860,000.00	\$ 4,910,000.00	\$2,500,000.00	\$	125,000.00	\$1,000,000.00	\$300,000.00	\$	25,000.00
BONDS - FIRST MORTGAGE, 5%,.....	484,000.00			484,000.00								484,000.00
CURRENT LIABILITIES - Schedule #6	2,222,893.20			2,222,893.20	1,687,487.08	202,307.10	59,423.51	221,423.10	8,713.87			43,538.54
DUE TO CONSTITUENT COMPANIES - UNADJUSTED BALANCES - Schedule #7,.....	1,030.25	2,461,685.12		2,462,715.37	121,884.67	75.22	1,090,109.76	5.00	53,491.69			1,197,149.03
DUE TO AFFILIATED COMPANIES,.....	365,336.23			365,336.23	275,694.89	776.68	85,337.94	3,344.80	157.09			24.83
DEFERRED LIABILITIES - Schedule #8,.....	811,308.06			811,308.06	290,917.35	407,166.20	319.44	111,410.08	1,494.99			
RESERVES - Schedule #9,.....	119,742.01			119,742.01	80,131.93		39,610.08					
CONTINGENT LIABILITIES (See Contra),.....	224,075.00	724,000.00		948,075.00	948,075.00							
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "D",.....	16,973,978.19			16,973,978.19	13,715,522.19	1,973,972.24	270,711.61	707,482.00	309,825.46			3,535.31
<b>TOTAL,.....</b>	<u>\$26,112,362.94</u>	<u>\$7,135,685.12</u>		<u>\$33,248,048.06</u>	<u>\$22,029,713.11</u>	<u>\$5,084,297.44</u>	<u>\$1,670,512.34</u>	<u>\$2,043,664.98</u>	<u>\$673,683.10</u>			<u>\$1,746,177.09</u>

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

ASSETS AND LIABILITIES AS BETWEEN COMPANIES ELIMINATED FROM THE CONSOLIDATED GENERAL BALANCE SHEET - DECEMBER 31, 1909

	INVESTMENTS - STOCKS, BONDS, NOTES, ETC.	CAPITAL STOCK	DUE FROM CON- STITUENT COM- PANIES	DUE TO CON- STITUENT COM- PANIES	CONTINGENT ASSETS	CONTINGENT LIABILITIES
<b>CAPITAL STOCKS OF CONSTITUENT COMPANIES:</b>						
Owned by The Cleveland-Cliffs Iron Company:						
Cleveland Iron Mining Company,.....	\$1,148,500.00	\$2,500,000.00				
Iron Cliffs Company,.....	1,635,500.00	1,000,000.00				
Jackson Iron Company,.....	1,120,108.00	300,000.00				
Grand Island Steamship Company,.....	1.00	25,000.00				
Owned by Iron Cliffs Company:						
Pioneer Iron Company,.....	123,250.00	125,000.00				
<b>DUE FROM AND DUE TO CONSTITUENT COMPANIES:</b>						
To The Cleveland-Cliffs Iron Company:						
By Pioneer Iron Company,.....			\$ 239,752.37	\$ 239,752.37		
By Grand Island Steamship Company,.....			442,944.55	442,944.55		
To Cleveland Iron Mining Company:						
By Pioneer Iron Company,.....			670,692.13	670,692.13		
By Jackson Iron Company,.....			36,259.80	36,259.80		
By Grand Island Steamship Company,.....			480,916.98	480,916.98		
To Pioneer Iron Company:						
By Grand Island Steamship Company,.....			.90	.90		
To Iron Cliffs Company:						
By Pioneer Iron Company,.....			178,817.76	178,817.76		
By Jackson Iron Company,.....			17,192.52	17,192.52		
By Grand Island Steamship Company,.....			273,286.60	273,286.60		
To Jackson Iron Company:						
By The Cleveland-Cliffs Iron Company,.....			120,974.01	120,974.01		
By Pioneer Iron Company,.....			847.50	847.50		
<b>CONTINGENT ASSETS AND CONTINGENT LIABILITIES:</b>						
The Cleveland-Cliffs Iron Company as Endorser:						
Bonds of Grand Island Steamship Company,.....					\$524,000.00	\$524,000.00
Demand Note Iron Cliffs Company,.....					100,000.00	100,000.00
Demand Note Cleveland Iron Mining Company,.....					100,000.00	100,000.00
Total,.....	\$4,027,359.00	\$3,950,000.00	\$2,461,685.12	\$2,461,685.12	\$724,000.00	\$724,000.00
<b>LESS - EXCESS OF BOOK VALUE OVER PAR VALUE OF CAPITAL STOCKS OF CONSTITUENT COMPANIES NOT ELIMINATED,.....</b>						
	77,359.00					
REMAINDER,.....	\$3,950,000.00	\$3,950,000.00	\$2,461,685.12	\$2,461,685.12	\$724,000.00	\$724,000.00

THE CLEVELAND-CLIFFS IRON COMPANY  
AND CONSTITUENT COMPANIES

INVESTMENTS - STOCKS, BONDS, NOTES, ETC. - DECEMBER 31, 1909

OWNER AND DESCRIPTION	NUMBER OF SHARES OR BONDS	PAR VALUE	BOOK VALUE
<b>THE CLEVELAND-CLIFFS IRON COMPANY:</b>			
<b>Stocks Owned:</b>			
Cleveland Iron Mining Company,..	100,000	\$ 2,500,000.00	\$1,148,500.00
Iron Cliffs Company,.....	20,000	1,000,000.00	1,635,500.00
Jackson Iron Company,.....	12,000	300,000.00	1,120,108.00
Grand Island Steamship Company,..	250	25,000.00	1.00
Negaunee Mine,.....	10,000	250,000.00	10,000.00
Arctic Iron Company,.....	9,998	249,950.00	49,294.20
Lake Superior Iron Company,.....	21,000	525,000.00	10,000.00
The Regent Iron Company,.....	1,125	112,500.00	10,000.00
Upper Peninsula Land Company, Ltd.	3,125	312,500.00	1.00
Munising Paper Company, Ltd.,....	3,560	356,000.00	27,500.00
The Munising Company,.....	4,159	415,900.00	191,900.00
Lac La Belle Company,.....	100	1,000.00	1.00
Bay Mills Land & Lumber Company,	1,625	162,500.00	162,500.00
The Lake Superior & Ishpeming Railway Company,.....	6,567	656,700.00	1,000.00
Marquette & Southeastern Rail- way Company,.....	10,000	1,000,000.00	12,500.00
Munising Railway Company,.....	8,230	823,000.00	1,248.00
The Gladstone Opera House Company	12	300.00	1.00
Northern Lumber Company,.....	1	100.00	100.00
Michigan Mineral Land Company,..	2,500	25,000.00	95,000.00
Total,.....		<u>\$ 8,715,450.00</u>	<u>\$4,475,154.20</u>
<b>Bonds Owned:</b>			
Upper Peninsula Land Company, Ltd.	165	\$ 165,000.00	\$ 172,992.07
Gladstone Company,.....	22	11,000.00	5,598.00
Lake Shore Engine Works,.....	38	38,000.00	38,000.00
Marquette & Southeastern Rail- way Company,.....	985	985,000.00	985,000.00
Munising Paper Company, Ltd.,....	191	191,000.00)	
	1	100.00)	191,100.00
Forsyth Township School District	13	6,500.00	6,500.00
Northwestern Publishing Company,	4	2,000.00	2,000.00
Total,.....		<u>\$ 1,398,600.00</u>	<u>\$1,401,190.07</u>
<b>Miscellaneous:</b>			
Cleveland Central Armory - Debenture Certificate,.....		\$ 500.00	\$ 1.00
Munising Railway Company - Note,		376,728.35	376,728.35
Munising Railway Company - Open Account,.....		557,768.81	557,768.81
Total,.....		<u>\$ 934,997.16</u>	<u>\$ 934,498.16</u>
Total - The Cleveland-Cliffs Iron Company - (Forward),...		<u>\$11,049,047.16</u>	<u>\$6,810,842.43</u>

EXHIBIT "B"  
SCHEDULE #2

(Continued) - 1.

THE CLEVELAND-CLIFFS IRON COMPANY, ETC.  
 INVESTMENTS - STOCKS, BONDS, NOTES, ETC.

OWNER AND DESCRIPTION	NUMBER OF SHARES OR BONDS	PAR VALUE	BOOK VALUE
Total - The Cleveland-Cliffs Iron Company - (Forward),...		\$11,049,047.16	\$6,810,842.43
<b>IRON CLIFFS COMPANY:</b>			
Stocks Owned:			
Pioneer Iron Company,.....	5,000	\$ 125,000.00	\$ 123,250.00
Excelsior Iron Company,.....	4,000	100,000.00	1.00
Total - Iron Cliffs Company,..		\$ 225,000.00	\$ 123,251.00
<b>JACKSON IRON COMPANY:</b>			
Stocks Owned:			
Republic Iron and Steel Company - Preferred,.....	52	\$ 5,200.00)	
Republic Iron and Steel Company - Common,.....	52	5,200.00)	1.00
Total - Jackson Iron Company,..		\$ 10,400.00	\$ 1.00
<b>GRAND ISLAND STEAMSHIP COMPANY:</b>			
Stocks Owned - Lake Carriers' Association,.....			
Miscellaneous - Construction Con- tract - Steamer "Wm. G. Mather",	383.87	\$ 383.87	\$ 210.72
		25,000.00	25,000.00
Total - Grand Island Steamship Company,.....		\$ 25,383.87	\$ 25,210.72
<b>TOTAL - THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES,.....</b>		<b>\$11,309,831.03</b>	<b>\$6,959,305.15</b>

Exhibit B  
 Schedule #2

(Concluded) -2

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

WORKING AND TRADING ASSETS - DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
<b>MATERIALS AND SUPPLIES:</b>							
Mine Department,.....	\$ 354,560.16	\$ 262,331.06	\$ 53,245.60		\$ 36,560.31	\$ 2,423.19	
Furnace Department,.....	186,159.15	106,318.33		\$ 79,840.82			
Land Department,.....	31,454.69	31,454.69					
Lumbering Department,...	2,646.13	2,646.13					
Miscellaneous,.....	8,934.27	2,361.17	6,390.17		53.75		\$ 129.18
Total,.....	\$ 583,754.40	\$ 405,111.38	\$ 59,635.77	\$ 79,840.82	\$ 36,614.06	\$ 2,423.19	\$ 129.18
ORE INVENTORIES,.....	1,971,188.50	1,163,085.50	547,859.00		260,244.00		
FURNACE PRODUCTS - INVENTORIES,.....	1,333,718.11	840,876.05		492,842.06			
SAW MILL PRODUCTS - INVENTORIES,.....	145,939.66	145,939.66					
LUMBERING DEPARTMENT PRODUCT - INVENTORIES,...	373,330.45	373,330.45					
ROYALTIES PAID IN ADVANCE,	219,985.40	219,985.40					
TELEPHONE COUPONS,.....	166.29	166.29					
INSURANCE PREMIUMS - UN- EXPIRED PROPORTION,.....	66,047.17	9,664.45	957.33	792.51	1,266.50	1,032.23	52,334.15
WORKING FUNDS - IN HANDS OF CAPTAINS,.....	828.00						828.00
<b>TOTAL,.....</b>	<b>\$4,694,957.98</b>	<b>\$3,158,159.18</b>	<b>\$608,452.10</b>	<b>\$573,475.39</b>	<b>\$298,124.56</b>	<b>\$3,455.42</b>	<b>\$53,291.33</b>

EXHIBIT "B"  
SCHEDULE #3



THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

CURRENT ASSETS - DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
CASH IN HAND AND ON DEPOSIT:							
General Office - Cleveland	\$ 479,796.16	\$ 141,905.09	\$ 81,118.12	\$ 71,957.50	\$156,056.54	\$31,321.71	\$ 2,562.80
Mine Department - Ish- peming,.....	7,734.89	5,895.21	240.81		1,291.87	307.00	
Furnace Department - Glad- stone,.....	5,431.78	2,671.95		2,759.83			
Land Department - Negaunee	15,455.17	7,911.74	2,283.34	793.84	2,392.83	2,073.42	
Lumbering Department - Marquette,.....	171.88	171.88					
Total Cash in Hand and On Deposit,.....	\$ 508,589.88	\$ 158,555.87	\$ 83,642.27	\$ 75,511.17	\$159,741.24	\$33,702.13	\$ 2,562.80
NOTES RECEIVABLE,.....	774,343.06	627,465.51	105,838.08		41,039.47		
ACCOUNTS RECEIVABLE,.....	2,705,509.45	1,498,958.39	523,347.30	150,027.64	490,866.17	6,072.11	36,237.84
INTEREST ACCRUED ON INVEST- MENTS,.....	10,103.97	10,103.97					
INTEREST ACCRUED ON NOTES RECEIVABLE,.....	6,077.95	6,077.95					
<b>TOTAL,.....</b>	<b>\$4,004,624.31</b>	<b>\$2,301,161.69</b>	<b>\$712,827.65</b>	<b>\$225,538.81</b>	<b>\$691,646.88</b>	<b>\$39,774.24</b>	<b>\$33,675.04</b>

EXHIBIT "B"  
SCHEDULE #4

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

DEFERRED ASSETS - DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY
Guardian Savings & Trust Company, Princeton Mine Interest,.....	\$ 29,187.59	\$ 29,187.59			
Wm. G. Mather (Trustee Grand Rapids Special Fund),.....	3,750.00	3,750.00			
Coal Lands Purchase - Suspense,.....	53,851.44	53,851.44			
Advance Royalty and Expenses - Iron River Lands,.....	10,651.51	10,651.51			
Advances to Contractors - Account New Construction,.....	10,997.51	10,997.51			
Cash on Deposit with First National Bank, Ironwood, Michigan - Now in Receiver's Hands,.....	5,322.16	5,322.16			
Purchase of Tax Titles,.....	114.75	114.75			
North Lake Lands,.....	301.39	301.39			
Oyuna Range Lands,.....	48.43	48.43			
Peterson Lands,.....	108.57	108.57			
Investigating Land Office,.....	133.53	133.53			
Surveys,.....	25.67	25.67			
E. C. Roberts Lands,.....	179.26	179.26			
Experiments - Concentrating Crosby Ore,....	1,932.44	1,932.44			
Eagle Mills Site,.....	493.02	493.02			
Powder Works,.....	250.00		\$ 250.00		
Relining and Renewals,.....	3,187.92		3,187.92		
D. W. Powell - Real Estate Suspense,.....	39,602.52		39,602.52		
Option on Ewing Property,.....	360.00			\$360.00	
Lake Superior & Ishpeming Railway Company - Right of Way,.....	21,768.12				\$21,768.12
Duluth, South Shore & Atlantic Railway Com- pany - Right of Way,.....	104.14				104.14
TOTAL,.....	<u>\$182,369.97</u>	<u>\$117,097.27</u>	<u>\$43,040.44</u>	<u>\$360.00</u>	<u>\$21,872.26</u>

EXHIBIT "B"  
SCHEDULE #5

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

CURRENT LIABILITIES - DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
NOTES PAYABLE,.....	\$1,248,598.50	\$ 983,999.02	\$105,500.00	\$12,224.48	\$146,875.00		
VOUCHERS,.....	386,414.76	293,711.71	15,084.86	24,161.01	10,968.57	\$ 83.40	\$42,405.21
PAY ROLLS,.....	196,709.94	118,882.67	36,097.46	16,375.55	24,362.41	991.85	
OTHER ACCOUNTS PAYABLE,....	130,787.77	130,236.48		411.09	140.20		
BRASS CHECKS OUTSTANDING,...	3,157.75	1,898.25	706.25		530.25	23.00	
UNCLAIMED WAGES,.....	189.77	189.77					
TAXES - ACCRUED,.....	241,096.48	143,764.28	44,918.53	6,251.38	38,546.67	7,615.62	
INTEREST ON NOTES PAYABLE - ACCRUED,.....	14,804.90	14,804.90					
INTEREST ON BONDS - ACCRUED	1,133.33						1,133.33
<b>TOTAL,.....</b>	<b>\$2,222,893.20</b>	<b>\$1,687,487.08</b>	<b>\$202,307.10</b>	<b>\$59,423.51</b>	<b>\$221,423.10</b>	<b>\$8,713.87</b>	<b>\$43,538.54</b>

EXHIBIT "B"  
SCHEDULE #6

THE CLEVELAND-CLIFFS IRON COMPANY  
AND CONSTITUENT COMPANIES

DUE TO CONSTITUENT COMPANIES -  
UNADJUSTED BALANCES - DECEMBER 31, 1909

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DUE FROM:

The Cleveland-Cliffs Iron Company:	
To Cleveland Iron Mining Company,.....	\$ 29.55
To Iron Cliffs Company,.....	671.69
To Jackson Iron Company,.....	9.42
Cleveland Iron Mining Company:	
To The Cleveland-Cliffs Iron Company,.....	73.17
To Iron Cliffs Company,.....	2.05
Iron Cliffs Company:	
To The Cleveland-Cliffs Iron Company,.....	5.00
Jackson Iron Company:	
To The Cleveland-Cliffs Iron Company,.....	<u>39.37</u>
TOTAL,.....	<u>\$1,030.25</u>

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*Exhibit B*  
*Schedule #7*

MASS 1909

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

DEFERRED LIABILITIES - DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY
ADVANCES ON UNDELIVERED ORE,.....	\$ 722,947.35	\$255,266.09	\$375,994.61		\$ 91,686.65	
BENEFIT AND SUSPENSE FUNDS,.....	82,799.86	32,159.62	29,902.65	\$319.44	18,923.16	\$1,494.99
INTEREST ON NOTES RECEIVABLE - UNEARNED	5,397.05	3,327.84	1,268.94		800.27	
MAAS MINE ROYALTIES - SUSPENSE,.....	163.80	163.80				
TOTAL,.....	<u>\$ 811,308.06</u>	<u>\$290,917.35</u>	<u>\$407,166.20</u>	<u>\$319.44</u>	<u>\$111,410.08</u>	<u>\$1,494.99</u>

CRANE & CO DALTON MA

EXHIBIT "B"  
SCHEDULE #8

THE CLEVELAND-CLIFFS IRON COMPANY  
AND CONSTITUENT COMPANIES

RESERVES - DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	PIONEER IRON COMPANY
Relinings and Renewals - Furnace Department,.....	\$ 17,545.83	\$11,275.50	\$ 6,270.33
Extension of Gladstone Dock,.....	3,237.23	3,237.23	
Insurance on Chemical Plants,.....	59,652.69	26,312.94	33,339.75
Insurance - Lake Superior Iron Company,	7,177.91	7,177.91	
Insurance - Regent Iron Company,.....	2,604.20	2,604.20	
Interest - Princeton Mine,.....	29,187.59	29,187.59	
Princeton Fire Loss,.....	336.56	336.56	
<b>TOTAL,.....</b>	<b>\$119,742.01</b>	<b>\$80,131.93</b>	<b>\$39,610.08</b>

*Exhibit B*  
*Schedule 89*

THE CLEVELAND-CLIFFS IRON COMPANY,  
 CLEVELAND IRON MINING COMPANY, PIONEER IRON COMPANY,  
IRON CLIFFS COMPANY, JACKSON IRON COMPANY, GRAND ISLAND STEAMSHIP COMPANY

CONSOLIDATED STATEMENT OF PROFIT AND LOSS -  
 FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909,  
 AND THE TWELVE MONTHS ENDED NOVEMBER 30, 1908 - AND COMPARISON  
 (After eliminating transactions between Companies)

	THIRTEEN MONTHS ENDED DECEMBER 31, 1909	TWELVE MONTHS ENDED NOVEMBER 30, 1908	INCREASE	DECREASE
PROFIT FROM OPERATIONS,.....	\$ 2,571,213.59	\$ 1,432,895.59	\$1,138,318.00	
EXPENSES,.....	150,115.30	157,297.20		\$ 7,181.90
NET PROFIT,.....	\$ 2,421,098.29	\$ 1,275,598.39	\$1,145,499.90	
OTHER INCOME,.....	226,656.28	247,073.84		\$ 20,417.56
GROSS INCOME,.....	\$ 2,647,754.57	\$ 1,522,672.23	\$1,125,082.34	
DEDUCTIONS FROM INCOME,.....	99,205.77	91,415.48	7,790.29	
NET INCOME,.....	\$ 2,548,548.80	\$ 1,431,256.75	\$1,117,292.05	
PROFIT AND LOSS CREDITS,.....	11,095.32	5,032.03	6,063.29	
GROSS SURPLUS,.....	\$ 2,559,644.12	\$ 1,436,288.78	\$1,123,355.34	
PROFIT AND LOSS CHARGES,.....	1,307,827.64	1,582,557.29		\$ 274,729.65
PROFIT AND LOSS - SURPLUS FOR THE PERIOD,.....	\$ 1,251,816.48	\$ 146,266.51	\$1,398,084.99	
PROFIT AND LOSS - SURPLUS AT BEGINNING OF THE PERIOD,.	15,722,161.71	15,666,430.22		\$ 146,266.51
PROFIT AND LOSS - SURPLUS AT END OF THE PERIOD,.....	<u>\$16,973,978.19</u>	<u>\$15,722,161.71</u>	<u>\$1,251,816.48</u>	

EXHIBIT "C"

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

CONSOLIDATED STATEMENT OF PROFIT AND LOSS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909  
(With Transactions Between Companies Eliminated)

	TOTAL	TRANSACTIONS BETWEEN COM- PANIES ELIM- INATED - Schedule #1	TOTAL BEFORE ELIMINATIONS	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
PROFIT FROM OPERATIONS - Schedule #2,...	\$ 2,571,213.59		\$ 2,571,213.59	\$ 991,925.17	\$ 762,031.24	\$ 4,781.47	\$725,843.75	\$ 2,479.36	\$88,911.34
EXPENSES - Schedule #3,.....	150,115.30		150,115.30	61,968.53	24,514.54	10,439.83	23,222.43	1,252.27	8,717.70
NET PROFIT,.....	\$ 2,421,098.29		\$ 2,421,098.29	\$ 909,956.64	\$ 737,516.70	\$ 5,658.36	\$702,621.32	\$ 3,531.65	\$80,193.64
OTHER INCOME - Schedule #4,.....	226,656.28	\$1,080,308.10	1,306,964.38	1,292,184.30	6,899.24	577.54	5,299.19	1,362.00	642.11
GROSS INCOME,.....	\$ 2,647,754.57	\$1,080,308.10	\$ 3,728,062.67	\$ 2,202,140.94	\$ 744,415.94	\$ 5,080.82	\$707,920.51	\$ 2,169.65	\$80,835.75
DEDUCTIONS FROM INCOME - Schedule #5,...	99,205.77	33,804.17	133,009.94	55,496.44	3,372.99	8,616.54	2,803.06	298.30	62,422.61
NET INCOME,.....	\$ 2,548,548.80	\$1,046,503.93	\$ 3,595,052.73	\$ 2,146,644.50	\$ 741,042.95	\$ 13,697.36	\$705,117.45	\$ 2,467.95	\$18,413.14
PROFIT AND LOSS CREDITS - Schedule #6,...	11,095.32		11,095.32	72.19		8.22			11,014.91
GROSS SURPLUS,.....	\$ 2,559,644.12	\$1,046,503.93	\$ 3,606,148.05	\$ 2,146,716.69	\$ 741,042.95	\$ 13,689.14	\$705,117.45	\$ 2,467.95	\$29,428.05
PROFIT AND LOSS CHARGES - Schedule #7,...	1,307,827.64	1,046,503.93	2,354,331.57	1,207,532.24	549,145.89		497,551.64	217.00	99,884.80
PROFIT AND LOSS - SURPLUS FOR THE PERIOD	\$ 1,251,816.48		\$ 1,251,816.48	\$ 939,184.45	\$ 191,897.06	\$ 13,689.14	\$207,565.81	\$ 2,684.95	\$70,456.75
PROFIT AND LOSS - SURPLUS, DECEMBER 1, 1908,.....	15,722,161.71		15,722,161.71	12,776,337.74	1,782,075.18	284,400.75	499,916.19	312,510.41	66,921.44
PROFIT AND LOSS - SURPLUS, DECEMBER 31, 1909,.....	\$16,973,978.19		\$16,973,978.19	\$13,715,522.19	\$1,973,972.24	\$270,711.61	\$707,482.00	\$309,825.46	\$ 3,545.31



THE CLEVELAND-CLIFFS IRON COMPANY  
AND CONSTITUENT COMPANIES

TRANSACTIONS BETWEEN COMPANIES ELIMINATED  
 IN COMBINING THE INCOME AND PROFIT AND LOSS -  
 FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

	OTHER INCOME	DEDUCTIONS FROM INCOME	PROFIT AND LOSS CHARGES
<b>DIVIDENDS:</b>			
Received by The Cleveland-Cliffs Iron Company:			
From Cleveland Iron Mining Company,.....	\$ 548,952.29		\$ 548,952.29
From Iron Cliffs Company,.....	497,551.64		497,551.64
<b>INTEREST - RECEIVED BY THE CLEVELAND-CLIFFS IRON COMPANY - FROM GRAND ISLAND STEAMSHIP COMPANY,.</b>	<u>33,804.17</u>	<u>\$33,804.17</u>	
<b>TOTAL,.....</b>	<u>\$1,080,308.10</u>	<u>\$33,804.17</u>	<u>\$1,046,503.93</u>

*Exhibit 'D'*  
*Schedule #1.*

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

PROFIT FROM OPERATIONS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
Mine Department,.....	\$2,323,333.75	\$832,363.61	\$758,753.68		\$733,954.56	\$1,758.10	
Furnace Department,.....	156,255.51	150,361.53		\$5,893.98			
Land Department,.....	80,277.58	73,810.54	3,277.56	1,112.51	8,110.81	521.28	
Lumbering Department,.....	1,929.44	1,929.44					
Vessel Department,.....	88,911.34						\$88,911.34
Other Operations,.....	81,061.13	81,061.13					
<b>TOTAL,.....</b>	<b>\$2,571,213.59</b>	<b>\$991,925.17</b>	<b>\$762,031.24</b>	<b>\$4,781.47</b>	<b>\$725,843.75</b>	<b>\$2,279.38</b>	<b>\$88,911.34</b>

EXHIBIT "D"  
SCHEDULE #2

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

EXPENSES - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
General,.....	\$129,576.81	\$63,700.62	\$23,603.63	\$ 9,961.22	\$22,361.37	\$1,242.27	\$8,707.70
Legal,.....	7,867.47	7,326.70	290.77	30.00	200.00	10.00	10.00
Operating Private Car,.....	742.19	742.19					
Relative to Purchases - Real Estate	719.27	483.83	1.75	233.69			
Relative to Purchases - Mineral Lands,.....	467.00	467.00					
Relative to Purchases - Coal Lands,	1,539.98	1,539.98					
Relative to Purchases - Water Power Lands,.....	561.07	561.07					
Y. M. C. A. Building - Ishpeming,..	2,916.33	2,916.33					
Welfare Work,.....	3,988.60	3,988.60					
Personal Taxes,.....	355.33	242.21	35.22		77.90		
Special,.....	1,166.33		583.17		583.16		
Taxes on Real Estate - Marquette,..	114.92			114.92			
Rent of Excelsior Furnace Land,....	100.00			100.00			
<b>TOTAL,.....</b>	<b>\$150,115.30</b>	<b>\$61,968.53</b>	<b>\$24,514.54</b>	<b>\$10,439.83</b>	<b>\$23,222.43</b>	<b>\$1,252.27</b>	<b>\$8,717.70</b>

EXHIBIT "D"  
SCHEDULE #3

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

OTHER INCOME - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND PIONEER IRON MINING COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
Interest on Bank Balances, Notes and Accounts Receivable, and Discounts on Purchases,.....	\$ 62,778.59	\$ 53,586.11	\$6,074.24	\$201.09	\$1,465.59	\$ 809.45
Interest on Investments,.....	129,300.42	129,300.42				\$642.11
*Interest on Advances to Constituent Companies,.....	33,804.17	33,804.17				
Interest and Discount - Mine Depart- ment,.....	3,682.37	2,972.18	463.97		246.22	
Interest and Discount - Furnace Department,.....	717.26	368.49		348.77		
Interest and Discount - Land Depart- ment,.....	2,288.67	1,885.45	99.33	11.46	286.38	6.05
Interest and Discount - Lumbering Department,.....	124.45	124.45				
Collection Fees - Mine Department,...	218.82	104.22	63.10		51.00	.50
Royalties Received,.....	5,982.68	2,539.08	193.60		3,250.00	
Dividends on Investments,.....	21,541.80	20,995.80				546.00
*Dividends on Capital Stocks of Con- stituent Companies,.....	1,046,503.93	1,046,503.93				
Sales of Equipment,.....	16.22			16.22		
Trespass Cases,.....	5.00		5.00			
<b>TOTAL,.....</b>	<b>\$1,306,964.38</b>	<b>\$1,292,184.30</b>	<b>\$6,899.24</b>	<b>\$577.54</b>	<b>\$5,299.19</b>	<b>\$1,362.00</b>
						<b>\$642.11</b>

\* See Schedule #1 for Eliminations.

EXHIBIT "D"  
SCHEDULE #4

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

DEDUCTIONS FROM INCOME - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	PIONEER IRON COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
Interest on Notes and Ac- counts Payable, Exchange, Etc.,.....	\$ 60,832.11	\$54,289.79	\$ 790.61	\$2,966.54	\$2,676.83	\$108.34	
Interest on Bonds,.....	28,549.99						\$28,549.99
•Interest on Constituent Com- panies' Accounts,.....	33,804.17						33,804.17
Discounts on Sales,.....	1,123.15	1,123.15					
Accounts Receivable - Written Off,.....	399.69	83.50			126.23	189.96	
Unsuccessful Explorations,...	2,582.38		2,582.38				
Expenses - Excelsior Furnace Lease,.....	5,650.00			5,650.00			
Settlement of Personal In- jury Claims,.....	68.45						68.45
<b>TOTAL,.....</b>	<b>\$133,009.94</b>	<b>\$55,496.44</b>	<b>\$3,372.99</b>	<b>\$8,616.54</b>	<b>\$2,803.06</b>	<b>\$298.30</b>	<b>\$62,422.61</b>

\* See Schedule #1 for Eliminations.

EXHIBIT "D"  
SCHEDULE #5

THE CLEVELAND-CLIFFS IRON COMPANY  
AND CONSTITUENT COMPANIES

PROFIT AND LOSS CREDITS -  
 FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

	TOTAL	THE CLEVELAND-CLIFFS IRON COMPANY	PIONEER IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
Excess of Amount Recovered from Underwriters over Book Value of Steamer "Falcon",.....	\$10,500.00			\$10,500.00
Received for Services, account of fire on Steamer "Portage", September 16, 1907,.....	514.91			514.91
Unclaimed Wages,.....	80.41	\$72.19	\$8.22	
<b>TOTAL,.....</b>	<b><u>\$11,095.32</u></b>	<b><u>\$72.19</u></b>	<b><u>\$8.22</u></b>	<b><u>\$11,014.91</u></b>

*Exhibit C.  
 Schedule # 6*

THE CLEVELAND-CLIFFS IRON COMPANY AND CONSTITUENT COMPANIES

PROFIT AND LOSS CHARGES - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

	TOTAL	THE CLEVELAND- CLIFFS IRON COMPANY	CLEVELAND IRON MINING COMPANY	IRON CLIFFS COMPANY	JACKSON IRON COMPANY	GRAND ISLAND STEAMSHIP COMPANY
*Dividends,.....	\$2,028,503.93	\$ 982,000.00	\$548,952.29	\$497,551.64		
Depreciation of Investments,.....	201,736.80	201,519.80			\$217.00	
Depreciation of Property - Exclu- sive of Amounts Charged to Operating Expenses,.....	123,706.04	24,012.44	193.60			\$99,500.00
Settlement of Personal Injury Claim of 1903,.....	384.80					384.80
TOTAL,.....	<u>\$2,354,331.57</u>	<u>\$1,207,532.24</u>	<u>\$549,145.89</u>	<u>\$497,551.64</u>	<u>\$217.00</u>	<u>\$99,884.80</u>

• See Schedule #1 for Eliminations.

EXHIBIT "D"  
SCHEDULE #7

COPY.

THE CLEVELAND-CLIFFS IRON COMPANY  
CLEVELAND IRON MINING COMPANY  
PIONEER IRON COMPANY  
IRON CLIFFS COMPANY  
JACKSON IRON COMPANY  
GRAND ISLAND STEAMSHIP COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND ACCOUNTS -  
FOR THE THIRTEEN MONTHS ENDED  
DECEMBER 31, 1909

\*\*\*\*\*

DATED MAY 7, 1910

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
—  
LONDON, E. C.  
30 COLEMAN STREET



COPY.

**HASKINS & SELLS**  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK

LONDON, E. C.  
30 COLEMAN STREET

**CHICAGO**  
MARQUETTE BUILDING

**ST. LOUIS**  
THIRD NATIONAL BANK BUILDING

**CLEVELAND**  
WILLIAMSON BUILDING

**PITTSBURGH**  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

THE CLEVELAND-CLIFFS IRON COMPANY, CLEVELAND IRON  
MINING COMPANY, PIONEER IRON COMPANY, IRON CLIFFS COM-  
PANY, JACKSON IRON COMPANY, GRAND ISLAND STEAMSHIP COMPANY

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CONSOLIDATED STATEMENT OF PROFITS AND BALANCE  
APPLICABLE TO SURPLUS - FOR THE THIRTEEN MONTHS  
ENDED DECEMBER 31, 1909, AND THE TWELVE MONTHS  
ENDED NOVEMBER 30, 1908

---

*New York*  
*May 7, 1910*

THE CLEVELAND-CLIFFS IRON COMPANY, CLEVELAND IRON  
MINING COMPANY, PIONEER IRON COMPANY, IRON CLIFFS COM-  
PANY, JACKSON IRON COMPANY, GRAND ISLAND STEAMSHIP COMPANY

CONSOLIDATED STATEMENT OF PROFITS AND BALANCE APPLICABLE TO  
SURPLUS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909,  
AND THE TWELVE MONTHS ENDED NOVEMBER 30, 1908

	THIRTEEN MONTHS ENDED DECEMBER 31, 1909	TWELVE MONTHS ENDED NOVEMBER 30, 1908
NET PROFITS,.....	<u>\$2,991,814.01</u>	<u>\$1,803,726.44</u>
DEPRECIATION - CONSTRUCTION, IMPROVE- MENTS, MINES, VESSELS, AND INVEST- MENTS,.....	\$ 757,997.53	\$ 974,911.61
DIVIDENDS - 20% ON \$4,910,000 OF CAPITAL STOCK,.....	<u>982,000.00</u>	<u>982,000.00</u>
TOTAL DEPRECIATION AND DIVIDENDS,.....	<u>\$1,739,997.53</u>	<u>\$1,956,911.61</u>
BALANCE - APPLICABLE TO SURPLUS,.....	<u>\$1,251,816.48</u>	<u>\$ 153,185.17</u>

We have made an audit of the books and accounts of The Cleveland-Cliffs Iron Company, Cleveland Iron Mining Company, Pioneer Iron Company, Iron Cliffs Company, Jackson Iron Company, and Grand Island Steamship Company, for the thirteen months ended December 31, 1909, and the twelve months ended November 30, 1908, and

WE HEREBY CERTIFY that the balance applicable to Surplus, as shown by the above Consolidated Statement, agrees with the books and is correct.

(Signed) HASKINS & SELLS

Certified Public Accountants.

New York,

May 7, 1910.

COPY.

THE CLEVELAND-CLIFFS IRON COMPANY  
CLEVELAND IRON MINING COMPANY  
PIONEER IRON COMPANY  
IRON CLIFFS COMPANY  
JACKSON IRON COMPANY  
GRAND ISLAND STEAMSHIP COMPANY

CONSOLIDATED STATEMENT OF PROFITS  
AND BALANCE APPLICABLE TO SURPLUS -  
FOR THE THIRTEEN MONTHS ENDED DE-  
CEMBER 31, 1909, AND THE TWELVE  
MONTHS ENDED NOVEMBER 30, 1908

\*\*\*\*\*

DATED MAY 7, 1910

=====

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

COPY

**HASKINS & SELLS**

CERTIFIED PUBLIC ACCOUNTANTS

30 BROAD STREET

NEW YORK

LONDON, E.C.

30 COLEMAN STREET

RECEIVED

MAY 13 1910

Ack \_\_\_\_\_ Ans. \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,

President, The Cleveland-Cliffs Iron Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of The Cleveland-Cliffs Iron Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

"A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON.

"B" - STATEMENT OF PROFIT AND LOSS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

THE CLEVELAND-CLIFFS IRON COMPANY

GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON

-- A S S E T S --	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<b>PROPERTY AND EQUIPMENT:</b>				
Real Estate and Timber Rights,.....	\$ 2,538,955.22	\$ 2,463,192.88	\$ 75,762.34	
Mining Lands, Leases, and Options,.....	1,832,413.52	1,841,254.46		\$ 8,840.94
Tax Titles,.....	1,803.69	1,353.60	450.09	
Private Car,.....	14,000.00	14,000.00		
Queen Mine Tracks,.....	2,900.00	24,225.36		21,325.36
Office Furniture and Fixtures,.....	1,000.00	1,000.00		
<b>Equipment:</b>				
Mine Department,.....	14,437.06	17,886.95		3,449.89
Furnace Department,.....	190.02	15,400.18		15,220.16
Land Department,.....	2,335.79	5,438.91		3,103.12
Lumbering Department,.....	22,952.02		22,952.02	
<b>Construction and Improvements:</b>				
Mine Department,.....	2,697,358.98	2,109,522.29	587,836.69	
Furnace Department,.....	110,895.12	171,755.34		60,860.22
Land Department,.....	168,682.85	123,315.12	45,367.73	
Lumbering Department,.....	9,252.84		9,252.84	
<b>Total Property and Equipment,.....</b>	<b>\$ 7,417,167.11</b>	<b>\$ 6,798,345.09</b>	<b>\$ 628,822.02</b>	
<b>INVESTMENTS - STOCKS, BONDS, NOTES, ETC.,.....</b>	<b>\$ 6,810,842.43</b>	<b>\$ 6,764,848.17</b>	<b>\$ 45,994.26</b>	
<b>WORKING AND TRADING ASSETS:</b>				
<b>Materials and Supplies:</b>				
Mine Department,.....	\$ 262,331.06	\$ 160,949.48	\$ 101,381.58	
Furnace Department,.....	106,318.33	259,388.67		\$ 153,070.34
Land Department,.....	31,454.69	84,428.63		52,973.94
Lumbering Department,.....	2,646.13		2,646.13	
Ore Inventories,.....	1,163,085.50	934,816.90	328,268.60	
Furnace Products - Inventories,.....	840,876.05	628,409.74	212,466.31	
Saw Mill Products - Inventories,.....	145,939.66	28,107.16	117,832.50	
Lumbering Department Products - Inventories,.....	373,330.45		373,330.45	
Royalties Paid in Advance,.....	219,985.40	126,848.45	93,136.95	
Telephone Coupons,.....	166.29	40.94	125.35	
Insurance Premiums - Unexpired Proportion,.....	9,664.45	6,833.19	2,831.26	
Miscellaneous,.....	2,361.17	10,450.67		8,089.50
<b>Total Working and Trading Assets,...</b>	<b>\$ 3,158,159.18</b>	<b>\$ 2,140,273.93</b>	<b>\$ 1,017,885.25</b>	
<b>CURRENT ASSETS:</b>				
<b>Cash in Hand and on Deposit:</b>				
General Office - Cleveland,.....	\$ 141,905.09	\$ 251,993.26		\$ 110,088.17
Mine Department - Ishpeming,.....	5,895.21	6,223.95		328.74
Furnace Department - Gladstone,.....	2,671.95	3,967.71		1,295.76
Land Department - Negaunee,.....	7,911.74	8,257.69		345.95
Lumbering Department - Marquette,.....	171.88		\$ 171.88	
<b>Total,.....</b>	<b>\$ 158,555.87</b>	<b>\$ 270,442.61</b>		<b>\$ 111,886.74</b>
Notes Receivable,.....	627,465.51	285,059.22	\$ 342,406.29	
Accounts Receivable,.....	1,498,958.39	1,444,627.02	54,331.37	
Interest Accrued on Investments,.....	10,103.97	5,463.33	4,640.64	
Interest Accrued on Notes Receivable,.....	6,077.95	3,898.26	2,179.69	
Interest Accrued on Accounts Receivable,.....		5,364.83		5,364.83
<b>Total Current Assets,.....</b>	<b>\$ 2,301,161.69</b>	<b>\$ 2,014,855.27</b>	<b>\$ 286,306.42</b>	
<b>DUE FROM CONSTITUENT COMPANIES,.....</b>	<b>\$ 682,696.92</b>	<b>\$ 860,077.93</b>		<b>\$ 177,381.01</b>
<b>DUE FROM AFFILIATED COMPANIES,.....</b>	<b>\$ 594,513.51</b>	<b>\$ 755,972.47</b>		<b>\$ 161,458.96</b>
<b>DEFERRED ASSETS:</b>				
Guardian Savings & Trust Company - Princeton Mine Interest (See Contra),.....	\$ 29,187.59	\$ 29,187.59		
Coal Lands Purchase - Suspense,.....	53,851.44		\$ 53,851.44	
Advance Royalty and Expenses - Iron River Lands, ..	10,651.51	10,650.47		1.04
Advances to Contractors account New Construction, ..	10,997.51		10,997.51	
Cash on Deposit with First National Bank, Iron-wood, Michigan - Now in Receiver's Hands,.....	5,322.16		5,322.16	
Miscellaneous,.....	7,037.06	39,982.98		32,945.92
<b>Total Deferred Assets,.....</b>	<b>\$ 117,097.27</b>	<b>\$ 79,821.04</b>	<b>\$ 37,276.23</b>	
<b>CONTINGENT ASSETS (See Contra),.....</b>	<b>\$ 948,075.00</b>	<b>\$ 1,428,932.12</b>		<b>\$ 480,857.12</b>
<b>TOTAL,.....</b>	<b>\$22,029,713.11</b>	<b>\$20,833,125.92</b>	<b>\$1,196,587.19</b>	

EXHIBIT "A"

(Continued) - 1.

THE CLEVELAND-CLIFFS IRON COMPANY.  
GENERAL BALANCE SHEET, ETC.

-- L I A B I L I T I E S --	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<b>CAPITAL STOCK:</b>				
Authorized - 50,000 Shares				
Unissued - 900 "				
Outstanding - 49,100 Shares, Par Value \$100 Each,.	\$ 4,910,000.00	\$ 4,910,000.00		
<b>CURRENT LIABILITIES:</b>				
Notes Payable,.....	\$ 983,999.02	\$ 597,603.08	\$ 386,395.94	
Vouchers,.....	293,711.71	255,319.87	38,391.84	
Pay Rolls,.....	118,882.67	92,581.02	26,301.65	
Other Accounts Payable,.....	130,236.48	158,798.28		\$ 28,561.80
Brass Checks Outstanding,.....	1,898.25	1,797.50	100.75	
Unclaimed Wages,.....	189.77	55.61	134.16	
Taxes - Accrued,.....	143,764.28	125,136.08	18,628.20	
Interest on Notes and Accounts Payable - Accrued,.	14,804.90	10,150.58	4,654.32	
Total Current Liabilities,.....	\$ 1,687,487.08	\$ 1,241,442.02	\$ 446,045.06	
DUE TO CONSTITUENT COMPANIES,.....	\$ 121,984.67	\$ 159,729.70		\$ 37,944.03
DUE TO AFFILIATED COMPANIES,.....	\$ 278,694.89	\$ 67,273.72	\$ 209,421.17	
<b>DEFERRED LIABILITIES:</b>				
Advances on Undelivered Ore,.....	\$ 255,266.09	\$ 151,953.58	\$ 103,312.51	
Benefit and Suspense Funds,.....	32,159.62	24,392.80	7,776.82	
Interest on Notes Receivable - Unearned,.....	3,327.84	1,662.22	1,665.62	
Maas Mine Royalties - Suspense,.....	163.80	163.80		
Advances on Undelivered Coal,.....		150.85		\$ 150.85
Total Deferred Liabilities,.....	\$ 290,917.35	\$ 178,313.25	\$ 112,604.10	
<b>RESERVES:</b>				
For Relinings and Renewals - Furnace Department,...	\$ 11,275.50	\$ 7,422.38	\$ 3,853.12	
For Extension of Gladstone Dock,.....	3,237.23	3,415.23		\$ 178.00
For Insurance on Chemical Plants,.....	26,312.94	22,502.40	3,810.54	
For Insurance - Lake Superior Iron Company,.....	7,177.91	6,086.94	1,090.97	
For Insurance - Regent Iron Company,.....	2,604.20	2,279.33	324.87	
For Interest - Princeton Mine (See Contra),.....	29,187.59	29,187.59		
For Austin Fire Loss,.....		54.50		54.50
For Princeton Fire Loss,.....	336.56		336.56	
For Fencing Houses at Negaunee,.....		150.00		150.00
Total Reserves,.....	\$ 80,131.93	\$ 71,098.37	\$ 9,033.56	
CONTINGENT LIABILITIES (See Contra),.....	\$ 948,075.00	\$ 1,428,932.12		\$ 480,857.12
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",.....	\$13,715,522.19	\$12,776,337.74	\$ 939,184.45	
<b>TOTAL,.....</b>	<b>\$22,029,713.11</b>	<b>\$20,833,125.92</b>	<b>\$1,196,587.19</b>	

We have made an audit of the books and accounts of The Cleveland-Cliffs Iron Company for the thirteen months ended December 31, 1909; and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(Signed) HASKINS & SELLS

Certified Public Accountants.

New York,  
May 7, 1910.

THE CLEVELAND-CLIFFS IRON COMPANY

STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

MINE DEPARTMENT OPERATIONS:

Credits:

Mine Operations:

Ashland Mine,.....	\$	84,904.65	
Austin Mine,.....		284,932.48	
Crosby Mine,.....		177,027.20	
Princeton Mine,.....		6,116.71	
Iron Belt Mine,.....		3,759.11	
Imperial Mine,.....		41,486.08	
Stephenson Mine,.....		13,555.39	
Maas Mine,.....		<u>132,179.28</u>	\$ 743,960.90
Negaunee Mine Ore,.....			246,326.78

Rent of Houses:

Ashland Mine,.....	\$	824.00	
Austin Mine,.....		7,318.61	
Crosby Mine,.....		886.60	
Iron Belt Mine,.....		758.52	
Lucy Mine,.....		156.00	
Maas Mine,.....		5,393.13	
Princeton Mine,.....		1,983.67	
Smith Mine,.....		377.00	
North Lake Mine,.....		86.41	
Gwinn Town Site,.....		<u>11,867.54</u>	29,651.48

Rent of Lots:

Ashland Mine,.....	\$	277.50	
Maas Mine,.....		224.00	
Princeton Mine,.....		297.50	
Gwinn Town Site,.....		<u>110.00</u>	909.00

Sales of Equipment:

Austin Mine,.....	\$	1,206.16	
Lucy Mine,.....		6.00	
Michigamme Mine,.....		296.79	
Princeton Mine,.....		64.30	
Barasa Mine,.....		<u>6.50</u>	1,579.75

Shop Earnings:

Ashland Mine,.....	\$	2.74	
Crosby Mine,.....		37.34	
Maas Mine,.....		94.96	
Princeton Mine,.....		<u>3.77</u>	138.81

Miscellaneous Earnings - Maas Mine,..... 225.00

Laboratory Earnings,..... 16.92

Swanzy Land Rents,..... .50

Total - (Forward),..... \$1,022,809.14

*Exhibit B (Continued) - 1*

THE CLEVELAND-CLIFFS IRON COMPANY.  
STATEMENT OF PROFIT AND LOSS, ETC.

MINE DEPARTMENT OPERATIONS - (Continued):

Credits - (Forward),.....		<u>\$1,022,809.14</u>
Debits:		
Mine Operations:		
Lucy Mine,.....	\$ 1,050.35	
Webster Mine,.....	<u>111.09</u>	1,161.44
Operation of Rented Houses:		
Ashland Mine,.....	\$ 229.89	
Austin Mine,.....	7,318.61	
Crosby Mine,.....	1,126.80	
Iron Belt Mine,.....	262.59	
Lucy Mine,.....	10.83	
Maas Mine,.....	5,904.58	
Princeton Mine,.....	951.73	
Smith Mine,.....	377.00	
North Lake Mine,.....	86.41	
Gwinn Town Site,.....	<u>11,867.54</u>	28,135.98
Land Improvement - East New York,.....		13.24
Geological Survey,.....		1,440.17
Rents - Minnesota Lands,.....		1,445.45
Taxes on Mineral Lands - Negaunee,.....		768.68
Taxes on Mineral Lands - Swanzey,.....		127.14
Water Power Expenses,.....		8,986.11
Unsuccessful Explorations,.....		148,343.23
Miscellaneous,.....		<u>4.09</u>
Total,.....		<u>\$ 190,425.53</u>
PROFIT FROM OPERATIONS,.....		<u>\$ 832,383.61</u>

FURNACE DEPARTMENT OPERATIONS:

Credits:		
Profit on Pig Iron,.....	\$ 80,050.40	
Profit on Wood Alcohol,.....	42,913.78	
Profit on Acetate of Lime,.....	28,455.28	
Rent of Houses,.....	4,342.00	
Rent of Lots,.....	405.00	
Sale of Equipment,.....	125.00	
Sale of Unrefined Tar,.....	<u>62.40</u>	
Total,.....		\$ 156,353.86
Debits:		
Operating Rented Houses,.....	\$ 4,457.02	
Taxes on Lots - Gladstone,.....	288.47	
Langdon-Noble Experimental Kilns,....	<u>1,246.84</u>	
Total,.....		<u>5,992.33</u>
PROFIT FROM OPERATIONS,.....		<u>\$ 150,361.53</u>

Exhibit B (Continued) - 2.



THE CLEVELAND-CLIFFS IRON COMPANY.  
 STATEMENT OF PROFIT AND LOSS, ETC.

LAND DEPARTMENT OPERATIONS:

Credits:

Receipts from:

Munising Saw Mill,.....	\$	93,279.82	
Wood Jobs,.....		47,493.36	
Forest Preserve,.....		698.75	
Grand Island Property,.....		722.87	
Grand Island Launch,.....		2,225.14	
Hotel Williams and Cottages,.....		5,855.13	
Fish Hatchery,.....		2,606.15	
Limestone Jobs,.....		3,874.78	
Alger County Farm,.....		4,006.11	
Greenhouses,.....		7,584.65	
Nurseries,.....		2,246.01	
Building Rock,.....		113.23	
Farm Lands Sold,.....		10,676.00	
Munising Houses and Lots Sold,....		2,300.00	
Rented Buildings - General,.....		5,127.23	
Rented Buildings - Grand Island,..		540.60	
Rent of Lots,.....		840.95	
Miscellaneous Rents,.....		170.50	
Miscellaneous Earnings,.....		<u>565.13</u>	
Total,.....	\$		190,926.41

Debits:

Operating Expenses:

Munising Saw Mill,.....	\$	89,069.34	
Wood Jobs,.....		20,206.43	
Forest Preserve,.....		4,017.01	
Grand Island Property,.....		7,040.54	
Grand Island Launch,.....		1,686.86	
Hotel Williams and Cottages,.....		7,085.41	
Fish Hatchery,.....		2,587.21	
Limestone Jobs,.....		4,016.83	
Alger County Farm,.....		8,865.72	
Greenhouses,.....		8,723.96	
Nurseries,.....		2,133.71	
Building Rock,.....		108.16	
Farm Lands Sold,.....		6,020.00	
Munising Houses and Lots Sold,....		2,110.47	
Rented Buildings - General,.....		6,029.23	
Rented Buildings - Grand Island,..		1,343.45	
Stocking Streams,.....		2,550.52	
Taxes,.....		66,315.73	
General Expenses,.....		<u>24,826.37</u>	
Total,.....			<u>264,736.95</u>

LOSS FROM OPERATIONS,..... \$ 73,810.54

*Exhibit "B" (Continued) - 3*

THE CLEVELAND-CLIFFS IRON COMPANY.  
STATEMENT OF PROFIT AND LOSS, ETC.

LUMBERING DEPARTMENT OPERATIONS:

Credits:

Receipts from:

Purchase Contracts,.....	\$	897.68	
Rentals - Wood Jobs,.....		950.78	
Sales of Old Materials and Equipment,.....		<u>237.31</u>	
Total,.....	\$		2,085.77

Debits:

Inventory Adjustment - Jobbers Cordwood,.....		<u>156.33</u>	
---	--	---------------	--

PROFIT FROM OPERATIONS,..... \$ 1,929.44

OTHER OPERATIONS:

Credits:

Profit on Lake Superior Iron Com- pany's Ores,.....	\$	49,217.25	
Profit on Regent Iron Company's Ores		48,857.12	
Rent of Queen Mine Tracks,.....		<u>416.12</u>	
Total,.....	\$		98,490.49

Debits:

Loss from Operations - Toledo Property,.....	\$	2.34	
Loss from Operations - Chemical Department,.....		10,439.89	
Penalty - Negaunee Ore,.....		<u>6,987.13</u>	
Total,.....			<u>17,429.36</u>

PROFIT FROM OTHER OPERATIONS,..... \$ 81,061.13

SUMMARY OF OPERATIONS:

Profit:

Mine Department,.....	\$	832,383.61	
Furnace Department,.....		150,361.53	
Lumbering Department,.....		1,929.44	
Other Operations,.....		<u>81,061.13</u>	
Total,.....			\$1,065,735.71

Loss:

Land Department,.....		<u>73,810.54</u>	
-----------------------	--	------------------	--

GROSS PROFIT FROM OPERATIONS,..... \$ 991,925.17

EXPENSES:

General,.....	\$	63,700.62	
Legal,.....		7,326.70	
Private Car,.....		742.19	
Relative to Purchases:			
Real Estate and Timber Lands,.....		483.83	
Mineral Lands,.....		467.00	
Coal Lands,.....		1,539.98	
Water Power Lands,.....		561.07	
Y. M. C. A. Building - Ishpeming,.....		2,916.33	
Welfare Work,.....		3,988.60	
Personal Taxes,.....		<u>242.21</u>	
Total,.....			<u>81,968.53</u>

NET PROFIT FROM OPERATIONS - (Forward),..... \$ 909,956.64

EXHIBIT "B"

(Continued) - 4.

THE CLEVELAND-CLIFFS IRON COMPANY.  
STATEMENT OF PROFIT AND LOSS, ETC.

NET PROFIT FROM OPERATIONS - (Forward),.....		\$ 909,956.64
OTHER INCOME:		
Interest on Bank Balances, Notes and Accounts Receivable,.....	\$ 53,586.11	
Interest on Investments,.....	129,300.42	
Interest on Advances to Constituent Companies,.....	33,804.17	
Interest and Discount:		
Mine Department,.....	2,972.18	
Furnace Department,.....	368.49	
Land Department,.....	1,885.45	
Lumbering Department,.....	124.45	
Collection Fees - Mine Department,....	104.22	
Royalties Received,.....	2,539.08	
Dividends on Investments,.....	20,995.80	
Dividends on Capital Stock of Con- stituent Companies,.....	<u>1,046,503.93</u>	
Total,.....		<u>1,292,184.30</u>
GROSS INCOME,.....		\$2,202,140.94
DEDUCTIONS FROM INCOME:		
Interest and Exchange,.....	\$ 54,289.79	
Discounts on Sales,.....	1,123.15	
Accounts Receivable - Written off,....	<u>83.50</u>	
Total,.....		<u>55,496.44</u>
NET INCOME,.....		\$2,146,644.50
PROFIT AND LOSS CREDIT - UNCLAIMED WAGES,.....		<u>72.19</u>
GROSS SURPLUS,.....		\$2,146,716.69
PROFIT AND LOSS CHARGES:		
Dividends,.....	\$ 982,000.00	
Depreciation of Investments,.....	201,519.80	
Depreciation of Property - Exclusive of Amounts charged to Operating Ex- penses,.....	<u>24,012.44</u>	
Total,.....		<u>1,207,532.24</u>
SURPLUS FOR THE PERIOD,.....		\$ 939,184.45
PROFIT AND LOSS - SURPLUS, DECEMBER 1, 1908,.....		<u>12,776,337.74</u>
PROFIT AND LOSS - SURPLUS, DECEMBER 31, 1909,.....		<u>\$13,715,522.19</u>

Exhibit B (Concluded) - 5

COPY.

THE CLEVELAND-CLIFFS IRON COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND ACCOUNTS -  
FOR THE THIRTEEN MONTHS ENDED  
DECEMBER 31, 1909

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DATED MAY 7, 1910

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HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

COPY

**HASKINS & SELLS**  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK

LONDON, E. C.  
30 COLEMAN STREET

RECEIVED

MAY 13 1910

ACK. \_\_\_\_\_ Ans. \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,  
President, Cleveland Iron Mining Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the Cleveland Iron Mining Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

- "A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON.
- "B" - STATEMENT OF PROFIT AND LOSS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

CLEVELAND IRON MINING COMPANY

GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON

	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<u>A S S E T S</u>				
PROPERTY AND EQUIPMENT:				
Mineral Lands - General,.....	\$2,500,000.00	\$2,500,000.00		
Mineral Lands - Adams Tract,.....	28,003.60	39,360.00		\$ 11,356.40
Hospital Land - Ishpeming,.....	652.82	652.82		
Tax Titles,.....	186.21	170.17	\$ 16.04	
Equipment - Mine Department,.....	16,180.97	18,586.04		2,405.07
Construction and Improvements - Mine Department,.....	26,433.49	44,381.61		17,948.12
Total Property and Equipment,.....	\$2,571,457.09	\$2,603,150.64		\$ 31,693.55
WORKING AND TRADING ASSETS:				
Materials and Supplies - Mine Department,.....	\$ 53,245.60	\$ 56,953.80		\$ 3,708.20
Ore Inventories,.....	547,859.00	548,303.00		444.00
Insurance Premiums - Unexpired Proportion,.....	957.33	645.97	\$ 311.36	
Miscellaneous,.....	6,390.17	335.40	6,054.77	
Total Working and Trading Assets,.....	\$ 608,452.10	\$ 606,238.17	\$ 2,213.93	
CURRENT ASSETS:				
Cash in Hand and on Deposit:				
General Office - Cleveland,.....	\$ 81,118.12	\$ 145,105.70		\$ 63,987.58
Mine Department - Ishpeming,.....	240.81	1,557.96		1,317.15
Land Department - Negaunee,.....	2,283.34	2,821.26		537.92
Total,.....	\$ 83,642.27	\$ 149,484.92		\$ 65,842.65
Notes Receivable,.....	105,838.08	230,546.43		124,708.35
Accounts Receivable,.....	523,347.30	492,530.61	\$ 30,816.69	
Accrued Interest - Not Due,.....		2,240.55		2,240.55
Total Current Assets,.....	\$ 712,827.65	\$ 874,802.51		\$161,974.86
DUE FROM CONSTITUENT COMPANIES,.....	\$1,187,858.91	\$ 869,045.99	\$318,822.92	
DUE FROM AFFILIATED COMPANIES,.....	\$ 3,691.69	\$ 614.64	\$ 3,077.05	
DEFERRED ASSETS,.....		\$ 1,798.17		\$ 1,798.17
TOTAL,.....	\$5,084,297.44	\$4,955,650.12	\$128,647.32	
<u>L I A B I L I T I E S</u>				
CAPITAL STOCK, 100,000 SHARES, PAR VALUE \$25 EACH,.....	\$2,500,000.00	\$2,500,000.00		
CURRENT LIABILITIES:				
Notes Payable,.....	\$ 105,500.00		\$105,500.00	
Vouchers,.....	15,084.86	\$ 14,278.89	805.97	
Pay Rolls,.....	36,097.46	23,295.48	12,801.98	
Other Accounts Payable,.....		137.51		\$ 137.51
Brass Checks Outstanding,.....	706.25	521.75	184.50	
Taxes Accrued,.....	44,918.53	38,105.60	6,812.93	
Total Current Liabilities,.....	\$ 202,307.10	\$ 76,339.23	\$125,967.87	
DUE TO CONSTITUENT COMPANIES,.....	\$ 75.22	\$ 55.14	\$ 20.08	
DUE TO AFFILIATED COMPANIES,.....	\$ 776.68	\$ 19,322.96		\$ 18,546.28
DEFERRED LIABILITIES:				
Advances on Undelivered Ore,.....	\$ 375,994.61	\$ 549,192.15		\$173,197.54
Benefit and Suspense Funds,.....	29,902.65	28,519.26	\$ 1,383.39	
Interest on Notes Receivable Unearned,.....	1,268.94	146.20	1,122.74	
Total Deferred Liabilities,.....	\$ 407,166.20	\$ 577,857.61		\$170,691.41
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",.....	\$1,973,972.24	\$1,782,075.18	\$191,897.06	
TOTAL,.....	\$5,084,297.44	\$4,955,650.12	\$128,647.32	

We have made an audit of the books and accounts of the Cleveland Iron Mining Company for the thirteen months ended December 31, 1909; and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(Signed) HASKINS & SELLS

Certified Public Accountants.

New York,

May 7, 1910.

EXHIBIT "A"

CLEVELAND IRON MINING COMPANY

STATEMENT OF PROFIT AND LOSS - FOR THE  
THIRTEEN MONTHS ENDED DECEMBER 31, 1909

---

MINE DEPARTMENT OPERATIONS:

Credits:

Mine Operations:

Lake Mine,..... \$688,605.18  
Moro Mine,..... 67,232.10

Rent of Houses:

Moro Mine,..... 2,928.00  
Hermitite Mine,..... 285.43  
Second Addition,..... 2,150.33

Miscellaneous:

Sales of Equipment - Lake Mine,..... 730.00  
Laboratory Earnings - Lake Mine,..... 20.30

Total,..... \$ 781,951.34

Debits:

Mine Operations:

Hermitite Mine,..... \$ 471.89  
Hard Ore Location,..... 13,118.66

Operating Rental Buildings:

Moro Mine,..... 3,406.31  
Hermitite Mine,..... 45.70  
Second Addition,..... 2,150.33

Miscellaneous:

Expenses - Unrented Houses,..... 1,856.48  
Land Improvement - Hard Ore Mine,.... 2,141.68  
Taxes - Second Addition - Lot #49,.. 6.61

Total,..... 23,197.66

PROFIT FROM OPERATIONS,..... \$ 758,753.68

LAND DEPARTMENT OPERATIONS:

Credits:

Rent of Lots:

North Location,..... \$ 3,174.73  
First Cleveland Addition,..... 1,984.02  
Second Cleveland Addition,..... 339.00  
Bancroft Location,..... 279.00  
Hard Ore Location,..... 1,014.67  
Marquette Location,..... 1,484.50  
Nebraska Location,..... 1,526.88  
Hermitite Location,..... 28.00  
Miscellaneous,..... 806.16

Rent of Farms,..... 485.35

Total,..... \$ 11,122.31

Debits:

Operating Expenses,..... \$ 2,708.35  
Taxes,..... 5,012.40  
Donated Rents,..... 124.00

Total,..... 7,844.75

PROFIT FROM OPERATIONS,..... \$ 3,277.56

CLEVELAND IRON MINING COMPANY.  
STATEMENT OF PROFIT AND LOSS, ETC.

---

SUMMARY OF PROFIT FROM OPERATIONS:

Mine Department,.....	\$758,753.68	
Land Department,.....	<u>3,277.56</u>	
GROSS PROFIT FROM OPERATIONS,.....		\$ 762,031.24
EXPENSES:		
General,.....	\$ 23,603.63	
Legal,.....	290.77	
Special,.....	563.17	
Personal Taxes,.....	35.22	
Account Purchase Real Estate and Timber Lands,.....	<u>1.75</u>	
Total,.....		<u>24,514.54</u>
NET PROFIT FROM OPERATIONS,.....		\$ 737,516.70
OTHER INCOME:		
Interest on Bank Balances, Notes and Accounts Receivable,.....	\$ 6,074.24	
Interest - Mine Department,.....	463.97	
Interest - Land Department,.....	99.33	
Collection Fees - Mine Department,.....	63.10	
Trespass Cases - Land Department,.....	5.00	
Royalties,.....	<u>193.60</u>	
Total,.....		<u>6,899.24</u>
GROSS INCOME,.....		\$ 744,415.94
DEDUCTIONS FROM INCOME:		
Unsuccessful Explorations,.....	\$ 2,582.38	
Interest on Notes Payable,.....	<u>790.61</u>	
Total,.....		<u>3,372.99</u>
NET INCOME,.....		\$ 741,042.95
PROFIT AND LOSS CHARGES:		
Dividends Paid to Cleveland-Cliffs Iron Company,.....	\$548,952.29	
Depreciation of Property,.....	<u>193.60</u>	
Total,.....		<u>549,145.89</u>
SURPLUS FOR THE PERIOD,.....		\$ 191,897.06
PROFIT AND LOSS - SURPLUS, DECEMBER 1, 1908,.....		<u>1,782,075.18</u>
PROFIT AND LOSS - SURPLUS, DECEMBER 31, 1909,.....		<u><u>\$1,973,972.24</u></u>

---

Exhibit B (Concluded) -2.



COPY.

CLEVELAND IRON MINING COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND AC-  
COUNTS - FOR THE THIRTEEN MONTHS  
ENDED DECEMBER 31, 1909

\*\*\*\*\*

DATED MAY 7, 1910

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
—  
LONDON, E. C.  
30 COLEMAN STREET  
—

COPY.

**HASKINS & SELLS**  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

RECEIVED

MAY 13 1910

Ack. \_\_\_\_\_ Ans. \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,  
Vice-President, Pioneer Iron Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the Pioneer Iron Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

- "A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909,  
AND NOVEMBER 30, 1908 - AND COMPARISON.
- "B" - STATEMENT OF PROFIT AND LOSS - FOR THE  
THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(signed) HASKINS & SELLS

Certified Public Accountants.

PIONEER IRON COMPANY

GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON

	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<u>A S S E T S</u>				
PROPERTY AND EQUIPMENT:				
Real Estate,.....	\$ 101,776.64	\$ 130,099.74		\$ 28,323.10
Excelsior Furnace,.....		5,650.00		5,650.00
Equipment - Furnace Department,.....	2,907.64	8,660.84		5,753.20
Construction and Improvements - Furnace Department,..	723,660.33	681,155.67	\$ 42,504.66	
Tax Titles,.....	107.19		107.19	
Total Property and Equipment,.....	\$ 828,451.80	\$ 825,566.25	\$ 2,885.55	
WORKING AND TRADING ASSETS:				
Materials and Supplies - Furnace Department,.....	\$ 79,840.82	\$ 334,196.03		\$ 254,355.21
Furnace Products - Inventories,.....	492,842.06	198,451.61	\$ 294,390.45	
Insurance Premiums - Unexpired Proportion,.....	792.51	242.33	550.18	
Miscellaneous,.....		3,264.76		3,264.76
Total Working and Trading Assets,.....	\$ 573,475.39	\$ 536,154.73	\$ 37,320.66	
CURRENT ASSETS:				
Cash in Hand and on Deposit:				
General Office - Cleveland,.....	\$ 71,957.50	\$ 24,763.31	\$ 47,194.19	
Furnace Department - Gladstone,.....	2,759.83	1,044.31	1,715.52	
Land Department - Negaunee,.....	793.84	978.89		\$ 185.05
Total,.....	\$ 75,511.17	\$ 26,786.51	\$ 48,724.66	
Notes Receivable,.....		1,839.46		\$ 1,839.46
Accounts Receivable,.....	150,027.64	124,868.26	25,159.38	
Total Current Assets,.....	\$ 225,538.81	\$ 153,494.23	\$ 72,044.58	
DUE FROM CONSTITUENT COMPANIES,.....	\$ .90		\$ .90	
DUE FROM AFFILIATED COMPANIES,.....	\$ 5.00	\$ 210.83		\$ 205.83
DEFERRED ASSETS:				
Powder Works,.....	\$ 250.00	\$ 250.00		
Repairs to Kilns,.....		1,135.14		\$ 1,135.14
Relinings and Renewals,.....	3,187.92		\$ 3,187.92	
Repairs to Locomotives,.....		1,626.47		1,626.47
D. W. Powell - Real Estate Suspense,.....	39,602.52	39,702.52		100.00
Total Deferred Assets,.....	\$ 43,040.44	\$ 42,714.13	\$ 326.31	
TOTAL,.....	\$ 1,670,512.34	\$ 1,558,140.17	\$ 112,372.17	
<u>L I A B I L I T I E S</u>				
CAPITAL STOCK, 5,000 SHARES, PAR VALUE \$25 EACH,.....	\$ 125,000.00	\$ 125,000.00		
CURRENT LIABILITIES:				
Notes Payable,.....	\$ 12,224.48	\$ 25,184.00		\$ 12,959.52
Vouchers,.....	24,161.01	10,773.27	\$ 13,387.74	
Pay Rolls,.....	16,375.55	24,154.26		7,778.71
Other Accounts Payable,.....	411.09	1,289.15		878.06
Taxes Accrued,.....	6,251.38	6,720.23		468.85
Total Current Liabilities,.....	\$ 59,423.51	\$ 68,120.91		\$ 8,697.40
DUE TO CONSTITUENT COMPANIES,.....	\$ 1,090,109.76	\$ 947,536.16	\$ 142,573.60	
DUE TO AFFILIATED COMPANIES,.....	\$ 85,337.94	\$ 79,165.32	\$ 6,172.62	
DEFERRED LIABILITIES:				
Benefit and Suspense Funds,.....	\$ 319.44	\$ 319.44		
Unearned Interest Received,.....		17.00		\$ 17.00
Total Deferred Liabilities,.....	\$ 319.44	\$ 336.44		\$ 17.00
RESERVES:				
For Insurance on Chemical Plants,.....	\$ 33,339.75	\$ 27,706.46	\$ 5,633.29	
For Relinings and Renewals - Furnace Department,.....	6,270.33	25,874.13		\$ 19,603.80
Total Reserves,.....	\$ 39,610.08	\$ 53,580.59		\$ 13,970.51
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",.....	\$ 270,711.61	\$ 284,400.75		\$ 13,689.14
TOTAL,.....	\$ 1,670,512.34	\$ 1,558,140.17	\$ 112,372.17	

We have made an audit of the books and accounts of the Pioneer Iron Company for the thirteen months ended December 31, 1909; and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(Signed) HASKINS & SELLS

Certified Public Accountants,

New York,

May 7, 1910.

EXHIBIT "A"

PIONEER IRON COMPANY

STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

FURNACE DEPARTMENT OPERATIONS:

Credits:	
Profit on Acetate of Lime,.....	\$ 7,486.19
Profit on Formaldehyde,.....	8,926.64
Profit on Acetone,.....	13,641.66
Profit on Hexamethylenamine,.....	607.50
Profit on Paving Tax,.....	394.03
Total,.....	\$ 31,056.02
Debits:	
Loss on Marquette Pig Iron,.....	\$11,475.55
Loss on Excelsior Pig Iron,.....	8,851.96
Loss on Wood Alcohol,.....	3,780.86
Loss on Rented Buildings,.....	1,053.67
Total,.....	25,162.04
PROFIT FROM OPERATIONS,.....	<u>\$ 5,893.98</u>

LAND DEPARTMENT OPERATIONS:

Credits:	
Rent of Lots,.....	\$ 581.62
Rent of Farm,.....	35.00
Profit on Sale of Tax Titles,.....	203.64
Total,.....	\$ 820.26
Debits:	
Operating Expenses,.....	\$ 108.35
Taxes,.....	1,824.42
Total,.....	1,932.77
LOSS FROM OPERATIONS,.....	<u>\$ 1,112.51</u>

SUMMARY OF OPERATIONS:

Profit from Operations - Furnace Department	\$ 5,893.98
Loss from Operations - Land Department,....	1,112.51
GROSS PROFIT FROM OPERATIONS,.....	\$ 4,781.47

EXPENSES:

General,.....	\$ 9,961.22
Legal,.....	30.00
Taxes on Real Estate - Marquette,.....	114.92
Account Purchase Real Estate and Timber	
Lands,.....	233.69
Rent of Excelsior Furnace Land,.....	100.00
Total,.....	10,439.83
NET LOSS FROM OPERATIONS,.....	\$ 5,658.36

OTHER INCOME:

Interest - General Office,.....	\$ 201.09
Interest - Furnace Department,.....	348.77
Interest - Land Department,.....	11.46
Sales of Equipment,.....	16.22
Total,.....	577.54

GROSS LOSS - (Forward),..... \$ 5,080.82

EXHIBIT "B"

(Continued) - 1.

PIONEER IRON COMPANY.  
 STATEMENT OF PROFIT AND LOSS, ETC.

---

GROSS LOSS - (Forward),.....	\$	5,080.82
DEDUCTIONS FROM INCOME:		
Interest on Notes and Accounts Payable,....	\$	2,966.54
Expenses - Excelsior Furnace Lease,.....		<u>5,650.00</u>
Total,.....		<u>8,616.54</u>
GROSS DEFICIT,.....	\$	13,697.36
PROFIT AND LOSS CREDIT - UNCLAIMED WAGES,.....		<u>8.22</u>
NET DEFICIT FOR THE PERIOD,.....	\$	13,689.14
PROFIT AND LOSS - SURPLUS, DECEMBER 1, 1908,.....		<u>284,400.75</u>
PROFIT AND LOSS - SURPLUS, DECEMBER 31, 1909,.....		<u>\$270,711.61</u>

HASKINS

CERTIFIED PUBLIC

Exhibit B (Concluded) - 2

COPY.

PIONEER IRON COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND ACCOUNTS -  
FOR THE THIRTEEN MONTHS ENDED  
DECEMBER 31, 1909

\*\*\*\*\*

DATED MAY 7, 1910

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

COPY.

**HASKINS & SELLS**

CERTIFIED PUBLIC ACCOUNTANTS

30 BROAD STREET

NEW YORK

LONDON, E. C.

30 COLEMAN STREET

RECEIVED

MAY 13 1910

Ack \_\_\_\_\_ Ans \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,  
President, Iron Cliffs Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the Iron Cliffs Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

"A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON.

"B" - STATEMENT OF PROFIT AND LOSS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

IRON CLIFFS COMPANY

GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON

	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<u>A S S E T S</u>				
PROPERTY AND EQUIPMENT:				
Real Estate and Mineral Lands,.....	\$ 437,584.87	\$ 452,529.96		\$ 14,945.09
Hospital Land - Ishpeming,.....	602.89	602.89		
Tax Titles,.....	1,152.84	1,185.72		32.88
Equipment:				
Mine Department,.....	843.77	1,175.77		332.00
Land Department,.....		186.55		186.55
Kilns,.....	100.00	100.00		
Construction and Improvements:				
Mine Department,.....	12,577.64	12,981.16		403.52
Land Department,.....	4,773.18	4,617.86	\$ 155.32	
Total Property and Equipment,..	\$ 457,635.19	\$ 473,379.91		\$ 15,744.72
INVESTMENTS - STOCKS,.....	\$ 123,251.00	\$ 123,251.00		
WORKING AND TRADING ASSETS:				
Materials and Supplies:				
Mine Department,.....	\$ 36,560.31	\$ 99,497.36		\$ 62,937.05
Land Department,.....		4,892.91		4,892.91
Ore Inventories,.....	260,244.00	345,152.00		84,908.00
Insurance Premiums - Unexpired Proportion,..	1,266.50	959.68	\$ 306.82	
Miscellaneous,.....	53.75		53.75	
Total Working and Trading Assets,.....	\$ 298,124.56	\$ 450,501.95		\$152,377.39
CURRENT ASSETS:				
Cash in Hand and on Deposit:				
General Office - Cleveland,.....	\$ 156,056.54	\$ 176,787.08		\$ 20,730.54
Mine Department - Ishpeming,.....	1,291.87	1,935.03		643.16
Land Department - Negaunee,.....	2,392.83	3,996.69		1,603.86
Total,.....	\$ 159,741.24	\$ 182,718.80		\$ 22,977.56
Notes Receivable,.....	41,039.47	3,290.35	\$ 37,749.12	
Accounts Receivable,.....	490,866.17	282,852.07	208,014.10	
Interest on Notes Receivable - Accrued,.....		33.45		33.45
Total Current Assets,.....	\$ 691,646.88	\$ 468,894.67	\$222,752.21	
DUE FROM CONSTITUENT COMPANIES,.....	\$ 469,296.88	\$ 337,095.59	\$132,201.29	
DUE FROM AFFILIATED COMPANIES,.....	\$ 3,350.47	\$ 627.66	\$ 2,722.81	
DEFERRED ASSET - OPTION ON EWING PROPERTY,....	\$ 360.00	\$ 360.00		
TOTAL,.....	\$2,043,664.98	\$1,854,110.78	\$189,554.20	



IRON CLIFFS COMPANY.  
GENERAL BALANCE SHEET, ETC.

	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<u>LIABILITIES</u>				
CAPITAL STOCK - 20,000 SHARES, PAR VALUE \$50 EACH,.....	\$1,000,000.00	\$1,000,000.00		
CURRENT LIABILITIES:				
Notes Payable,.....	\$ 146,875.00		\$146,875.00	
Vouchers,.....	10,968.57	\$ 15,888.79		\$ 4,920.22
Pay Rolls,.....	24,362.41	23,033.18	1,329.23	
Other Accounts Payable,.....	140.20	1,017.90		877.70
Brass Checks Outstanding,.....	530.25	527.00	3.25	
Taxes Accrued,.....	38,546.67	31,983.61	6,563.06	
Total Current Liabilities,.....	\$ 221,423.10	\$ 72,450.48	\$148,972.62	
DUE TO CONSTITUENT COMPANIES,.....	\$ 5.00	\$ 25.85		\$ 20.85
DUE TO AFFILIATED COMPANIES,.....	\$ 3,344.80	\$ 16,104.34		\$ 12,759.54
DEFERRED LIABILITIES:				
Advances on Undelivered Ore,.....	\$ 91,686.65	\$ 248,531.52		\$156,844.87
Benefit and Suspense Funds,.....	18,923.16	17,082.40	\$ 1,840.76	
Interest on Notes Receivable - Unearned,....	800.27		800.27	
Total Deferred Liabilities,.....	\$ 111,410.08	\$ 265,613.92		\$154,203.84
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",...	\$ 707,482.00	\$ 499,916.19	\$207,565.81	
TOTAL,.....	\$2,043,664.98	\$1,854,110.78	\$189,554.20	

We have made an audit of the books and accounts of the Iron Cliffs Company for the thirteen months ended December 31, 1909; and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(Signed) HASKINS & SELLS

Certified Public Accountants.

New York,  
May 7, 1910.

IRON CLIFFS COMPANY

STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

MINE DEPARTMENT OPERATIONS:

Credits:

Mine Operations - Cliffs Shaft Mine,....	\$776,536.91	
Rent of Houses:		
-Cliffs Shaft Mine,.....	1,954.50	
Salisbury Mine,.....	1,830.50	
Foster Mine,.....	130.00	
Miscellaneous Earnings - Cliffs Shaft Mine,.....	1.00	
Total,.....		\$780,452.91

Debits:

Mine Operations:		
Salisbury Mine,.....	\$ 42,609.10	
Ogden Mine,.....	144.06	
Foster Mine,.....	259.12	
Tilden Mine,.....	112.85	
Operating Rented Buildings:		
Cliffs Shaft Mine,.....	1,269.43	
Salisbury Mine,.....	677.52	
Foster Mine,.....	160.77	
Land Improvement,.....	1,265.50	
Total,.....		46,498.35

PROFIT FROM OPERATIONS,..... \$733,954.56

LAND DEPARTMENT OPERATIONS:

Credits:

Rent of Lots:		
Junction,.....	\$ 483.50	
Salisbury,.....	82.00	
Winthrop,.....	171.00	
Miscellaneous,.....	66.82	
Rent of Farms,.....	411.20	
Rent of Houses,.....	1,335.50	
Miscellaneous Rents,.....	34.50	
Miscellaneous Receipts,.....	160.50	
Profit on Sale of Tax Titles,.....	15.11	
Total,.....		\$ 2,760.13

Debits:

Operating Expenses:		
Land Department,.....	\$ 3,461.20	
Rented Buildings,.....	976.59	
Taxes,.....	6,433.15	
Total,.....		10,870.94

LOSS FROM OPERATIONS,..... \$ 8,110.81

*Exhibit B (Continued) - 1.*

IRON CLIFFS COMPANY.  
STATEMENT OF PROFIT AND LOSS, ETC.

---

SUMMARY OF OPERATIONS:

Mine Department - Profit,..... \$733,954.56  
Land Department - Loss,..... 8,110.81

GROSS PROFIT FROM OPERATIONS,..... \$725,843.75

EXPENSES:

General,..... \$ 22,361.37  
Legal,..... 200.00  
Special,..... 583.16  
Personal Taxes,..... 77.90

Total,..... 23,222.43

NET PROFIT FROM OPERATIONS,..... \$702,621.32

OTHER INCOME:

Interest on Bank Balances and Notes Re-  
ceivable,..... \$ 1,465.59

Interest and Discount:

Mine Department,..... 246.22  
Land Department,..... 286.38  
Collection Fees - Mine Department,..... 51.00  
Royalty - Empire Iron Company,..... 3,250.00

Total,..... 5,299.19

GROSS INCOME,..... \$707,920.51

DEDUCTIONS FROM INCOME:

Interest on Notes Payable,..... \$ 2,676.83  
Accounts Receivable Written Off,..... 126.23

Total,..... 2,803.06

NET INCOME,..... \$705,117.45

PROFIT AND LOSS CHARGE - DIVIDEND PAID THE CLEVELAND-

CLIFFS IRON COMPANY,..... 497,551.64

SURPLUS FOR THE PERIOD,..... \$207,565.81

PROFIT AND LOSS - SURPLUS, DECEMBER 1, 1908,..... 499,916.19

PROFIT AND LOSS - SURPLUS, DECEMBER 31, 1909,..... \$707,482.00

---

*Exhibit "B" (Concluded) - 2*

COPY.

IRON CLIFFS COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND AC-  
COUNTS-FOR THE THIRTEEN MONTHS  
ENDED DECEMBER 31, 1909

\*\*\*\*\*

DATED MAY 7, 1910

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS

30 BROAD STREET  
NEW YORK

LONDON, E. C.  
30 COLEMAN STREET

COPY.

**HASKINS & SELLS**

CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK

LONDON. E.C.  
30 COLEMAN STREET

RECEIVED

MAY 13 1910

Ack \_\_\_\_\_ Ans \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,  
President, Jackson Iron Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the Jackson Iron Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

"A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON.

"B" - STATEMENT OF PROFIT AND LOSS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

JACKSON IRON COMPANY

GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON

-- A S S E T S --	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<b>PROPERTY AND EQUIPMENT:</b>				
Real Estate and Mineral Lands,.....	\$376,525.68	\$376,295.68	\$ 230.00	
Ore Lands - Sucker's Lake,.....	28,204.59	28,204.59		
Lands - Fayette,.....	9,435.12	9,465.12		\$ 30.00
Construction and Improvements - Mine Department,.....	72,583.27	69,697.66	2,885.61	
Tax Titles Purchased,.....	10.01	10.01		
Total Property and Equipment,.....	\$486,758.67	\$463,673.06	\$ 23,085.61	
INVESTMENTS,.....	\$ 1.00	\$ 218.00		\$ 217.00
<b>WORKING AND TRADING ASSETS:</b>				
Materials and Supplies - Mine Department,.....	\$ 2,423.19	\$ 2,762.32		\$ 339.13
Ore Inventories,.....		24,385.00		24,385.00
Insurance Premiums - Unexpired Proportion,.....	1,032.23	211.49	\$ 820.74	
Total Working and Trading Assets,.....	\$ 3,455.42	\$ 27,358.81		\$ 23,903.39
<b>CURRENT ASSETS:</b>				
Cash in Hand and on Deposit:				
General Office - Cleveland,.....	\$ 31,321.71	\$ 27,080.10	\$ 4,241.61	
Mine Department - Ishpeming,.....	307.00	67.81	239.19	
Land Department - Negaunee,.....	2,073.42	1,561.35	512.07	
Total,.....	\$ 33,702.13	\$ 28,709.26	\$ 4,992.87	
Accounts Receivable,.....	6,072.11	1,564.47	4,507.64	
Total Current Assets,.....	\$ 39,774.24	\$ 30,273.73	\$ 9,500.51	
DUE FROM CONSTITUENT COMPANIES,.....	\$121,821.51	\$159,718.50		\$ 37,896.99
DUE FROM AFFILIATED COMPANIES,.....		\$ 22.75		\$ 22.75
<b>DEFERRED ASSETS:</b>				
Portable Machinery,.....		\$ 173.71		\$ 173.71
Repairs to Crusher,.....		460.27		460.27
Lake Superior and Ishpeming Railway Company -				
Right of Way,.....	\$ 21,768.12	21,449.26	\$ 318.86	
Duluth, South Shore & Atlantic Railway Company -				
Right of Way,.....	104.14	11.35	92.79	
Total Deferred Assets,.....	\$ 21,872.26	\$ 22,094.59		\$ 222.33
TOTAL,.....	\$673,683.10	\$723,359.44		\$ 49,676.34

JACKSON IRON COMPANY.  
 GENERAL BALANCE SHEET, ETC.

-- L I A B I L I T I E S --	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
CAPITAL STOCK - 12,000 SHARES, PAR VALUE \$25 EACH,.....	\$300,000.00	\$300,000.00		
CURRENT LIABILITIES:				
Vouchers,.....	\$ 83.40	\$ 92.67		\$ 9.27
Pay Rolls,.....	991.85	466.29	\$ 525.56	
Brass Checks Outstanding,.....	23.00	18.00	5.00	
Taxes Accrued,.....	7,615.62	6,819.88	795.74	
Total Current Liabilities,.....	\$ 8,713.87	\$ 7,396.84	\$ 1,317.03	
DUE TO CONSTITUENT COMPANIES,.....	\$ 53,491.69	\$ 44,809.69	\$ 8,682.00	
DUE TO AFFILIATED COMPANIES,.....	\$ 157.09		\$ 157.09	
DEFERRED LIABILITIES:				
Advances on Undelivered Ore,.....		\$ 57,384.18		\$ 57,384.18
Benefit and Suspense Funds,.....	\$ 1,494.99	1,258.32	\$ 236.67	
Total Deferred Liabilities,.....	\$ 1,494.99	\$ 58,642.50		\$ 57,147.51
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",.....	\$309,825.46	\$312,510.41		\$ 2,684.95
TOTAL,.....	\$673,653.10	\$723,359.44		\$ 49,676.34

We have made an audit of the books and accounts of the Jackson Iron Company for the thirteen months ended December 31, 1909; and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(signed) HASKINS & SELLS

Certified Public Accountants.

New York,  
 May 7, 1910.

JACKSON IRON COMPANY

STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

MINE DEPARTMENT OPERATIONS:

Credits:

Mine Operation - South Jackson Mine,.....	\$ 4,959.84	
Sale of Equipment,.....	224.48	
Miscellaneous Earnings,.....	13.15	
Total,.....		\$ 5,197.47

Debits:

Mine Operation - North Jackson Mine,.....	\$ 6,020.69	
Jackson Location,.....	934.88	
Total,.....		6,955.57

LOSS FROM OPERATIONS,..... \$ 1,758.10

LAND DEPARTMENT OPERATIONS:

Credits:

Rent of Houses,.....	\$ 1,961.33	
Rent of Lots:		
Jackson Location,.....	1,682.33	
Miscellaneous,.....	2,165.92	
Rent of Farm,.....	30.00	
Miscellaneous Rents,.....	21.00	
Total,.....		\$ 5,860.58

Debits:

Operating Expenses:

Land Department,.....	\$ 2,880.19	
Rented Buildings,.....	968.98	
Taxes,.....	2,283.19	
Donated Rents,.....	249.50	
Total,.....		6,381.86

LOSS FROM OPERATIONS,..... \$ 521.28

SUMMARY OF OPERATIONS:

Mine Department - Loss,.....	\$ 1,758.10	
Land Department - Loss,.....	521.28	
LOSS FROM OPERATIONS,.....		\$ 2,279.38

EXPENSES:

General,.....	\$ 1,242.27	
Legal,.....	10.00	
Total,.....		1,252.27

TOTAL LOSS FROM OPERATIONS - (Forward),..... \$ 3,531.65

*Exhibit 'B' (Continued)*



JACKSON IRON COMPANY.  
 STATEMENT OF PROFIT AND LOSS, ETC.

---

TOTAL LOSS FROM OPERATIONS - (Forward),.....		\$ 3,531.65
OTHER INCOME:		
Interest on Bank Balances and Accounts		
Receivable,.....	\$ 809.45	
Dividends on Investments,.....	546.00	
Interest and Discount - Land Department,...	6.05	
Collection Fees - Mine Department,.....	.50	
		<u>1,362.00</u>
GROSS LOSS,.....		\$ 2,169.65
DEDUCTIONS FROM INCOME:		
Interest on Accounts Payable,.....	\$ 108.34	
Accounts Receivable Written Off,.....	189.96	
		<u>298.30</u>
GROSS DEFICIT,.....		\$ 2,467.95
PROFIT AND LOSS CHARGE - DEPRECIATION OF INVESTMENTS,....		<u>217.00</u>
TOTAL DEFICIT FOR THE PERIOD,.....		\$ 2,684.95
PROFIT AND LOSS - SURPLUS, DECEMBER 1, 1908,.....		<u>312,510.41</u>
PROFIT AND LOSS - SURPLUS, DECEMBER 31, 1909,.....		<u>\$309,825.46</u>

*Exhibit B (Concluded) - 2*

COPY.

JACKSON IRON COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND ACCOUNTS -  
FOR THE THIRTEEN MONTHS ENDED  
DECEMBER 31, 1909

\*\*\*\*\*

DATED MAY 7, 1910

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

COPY.

**HASKINS & SELLS**

CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK

LONDON, E.C.  
30 COLEMAN STREET

RECEIVED

MAY 13 1910

ACK. \_\_\_\_\_ Ans. \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. William G. Mather,  
President, Grand Island Steamship Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the Grand Island Steamship Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

"A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON.

"B" - STATEMENT OF PROFIT AND LOSS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

GRAND ISLAND STEAMSHIP COMPANY

GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON

	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<u>A S S E T S</u>				
PROPERTY:				
Steamers:				
"Wm. G. Mather",.....	\$ 322,000.00	\$ 342,000.00		\$ 20,000.00
"Michigan",.....	310,000.00	330,000.00		20,000.00
"Ishpeming",.....	310,000.00	330,000.00		20,000.00
"J. H. Sheadle",.....	312,000.00	332,000.00		20,000.00
"Pioneer",.....	62,000.00	62,000.00		
"Cadillac",.....	48,000.00	49,000.00		1,000.00
"Andaste",.....	49,500.00	55,000.00		5,500.00
"Choctaw",.....	49,500.00	55,000.00		5,500.00
"Falcon",.....		10,000.00		10,000.00
"Pontiac",.....	78,000.00	78,000.00		
"Frontenac",.....	61,000.00	66,000.00		5,000.00
Schooner "Chattanooga",.....	32,000.00	32,000.00		
Total Property,.....	\$1,634,000.00	\$1,741,000.00		\$107,000.00
INVESTMENTS - STOCKS, ETC.,.....	\$ 25,210.72	\$ 25,210.72		
WORKING ASSETS:				
Supplies,.....	\$ 129.18	\$ 121.90	\$ 7.28	
Insurance Premiums - Unexpired Proportion,..	52,334.15	48,800.00	3,534.15	
Working Funds - In Hands of Captains,.....	828.00	619.75	208.25	
Total Working Assets,.....	\$ 53,291.33	\$ 49,541.65	\$ 3,749.68	
CURRENT ASSETS:				
Cash in Bank,.....	\$ 2,562.00	\$ 14,436.03		\$ 16,998.03
Accounts Receivable,.....	36,237.84	32,300.95	\$ 3,936.89	
Total Current Assets,.....	\$ 38,799.84	\$ 46,736.98		\$ 13,061.94
DEFERRED ASSETS:				
Common Expense Account,.....		\$ 45.75		\$ 45.75
Steamer "Portage" Libel Case,.....		10.00		10.00
Total Deferred Assets,.....		\$ 55.75		\$ 55.75
DUE FROM AFFILIATED COMPANIES,.....		\$ 5,725.75		\$ 5,725.75
TOTAL,.....	\$1,746,177.09	\$1,868,270.65		\$122,093.76
<u>L I A B I L I T I E S</u>				
CAPITAL STOCK - 250 SHARES, PAR VALUE \$100				
EACH,.....	\$ 25,000.00	\$ 25,000.00		
BONDS - FIRST MORTGAGE 5%:				
Steamer "Wm. G. Mather",.....	\$ 212,000.00	\$ 292,000.00		\$ 80,000.00
Steamer "Michigan",.....	121,000.00	134,000.00		13,000.00
Steamer "Ishpeming",.....	79,000.00	79,000.00		
Steamer "J. H. Sheadle",.....	72,000.00	72,000.00		
Total Bonds,.....	\$ 484,000.00	\$ 577,000.00		\$ 93,000.00
CURRENT LIABILITIES:				
Accounts Payable,.....	\$ 42,405.21	\$ 112,820.88		\$ 70,415.67
Interest on Bonds - Accrued,.....	1,133.33	6,083.34		4,950.01
Taxes - Accrued,.....		7,579.49		7,579.49
Total Current Liabilities,.....	\$ 43,538.54	\$ 126,483.71		\$ 82,945.17
DUE TO CONSTITUENT COMPANIES,.....	\$1,197,149.03	\$1,072,833.92	\$124,315.11	
DUE TO AFFILIATED COMPANIES,.....	\$ 24.83	\$ 31.78		\$ 6.95
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",...	\$ 3,535.31	\$ 66,921.44		\$ 70,456.75
TOTAL,.....	\$1,746,177.09	\$1,868,270.65		\$122,093.76

We have made an audit of the books and accounts of the Grand Island Steamship Company for the thirteen months ended December 31, 1909; and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(Signed) HASKINS & SELLS

Certified Public Accountants.

New York,  
May 7, 1910.

EXHIBIT "A"

GRAND ISLAND STEAMSHIP COMPANY

STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

PROFIT FROM OPERATIONS:

Steamer "Wm. G. Mather":		
Receipts,.....	\$122,711.52	
Less - Operating Expenses, Taxes and Insurance,	<u>93,922.32</u>	\$ 28,789.20
Steamer "J. H. Sheadle":		
Receipts,.....	\$ 76,265.33	
Less - Operating Expenses, Taxes and Insurance,	<u>63,563.15</u>	12,702.18
Steamer "Michigan":		
Receipts,.....	\$ 84,372.94	
Less - Operating Expenses, Taxes and Insurance,	<u>69,626.18</u>	14,746.76
Steamer "Ishpeming":		
Receipts,.....	\$ 88,518.20	
Less - Operating Expenses, Taxes and Insurance,	<u>72,555.68</u>	15,962.52
Steamer "Frontenac":		
Receipts,.....	\$ 37,044.23	
Less - Operating Expenses, Taxes and Insurance,	<u>33,320.89</u>	3,713.34
Steamer "Cadillac":		
Receipts,.....	\$ 16,140.93	
Less - Operating Expenses, Taxes and Insurance,	<u>14,642.55</u>	1,498.38
Steamer "Choctaw":		
Receipts,.....	\$ 38,502.68	
Less - Operating Expenses, Taxes and Insurance,	<u>32,658.37</u>	5,644.31
Steamer "Falcon":		
Receipts,.....	\$ 15,095.62	
Less - Operating Expenses, Taxes and Insurance,	<u>12,469.58</u>	2,626.04
Steamer "Andaste":		
Receipts,.....	\$ 36,641.53	
Less - Operating Expenses, Taxes and Insurance,	<u>31,246.08</u>	5,595.25
Total,.....		<u>\$ 91,277.98</u>

LOSS FROM OPERATIONS:

Steamer "Pontiac":		
Operating Expenses, Taxes and Insurance,.....	\$ 35,545.43	
Less - Receipts,.....	<u>33,764.01</u>	\$ 1,781.42
Steamer "Pioneer":		
Operating Expenses, Taxes and Insurance,.....	\$ 18,249.80	
Less - Receipts,.....	<u>17,665.26</u>	584.54
Schooner "Chattanooga":		
Operating Expenses, Taxes and Insurance,.....	\$ 21,431.31	
Less - Receipts,.....	<u>21,430.63</u>	.68
Total,.....		<u>\$ 2,366.64</u>

NET PROFIT FROM OPERATIONS,..... \$ 88,911.34

EXPENSES:

General,.....	\$ 8,707.70	
Legal,.....	<u>10.00</u>	
Total,.....		<u>8,717.70</u>

NET EARNINGS - (Forward),..... \$ 80,193.64

GRAND ISLAND STEAMSHIP COMPANY.  
 STATEMENT OF PROFIT AND LOSS, ETC.

---

NET EARNINGS - (Forward),.....		\$ 80,193.64
OTHER INCOME - DISCOUNT ON PURCHASES,.....		<u>642.11</u>
GROSS INCOME,.....		\$ 80,835.75
DEDUCTIONS FROM INCOME:		
Interest on Bonds,.....	\$ 28,549.99	
Interest on The Cleveland-Cliffs Iron Company's Account,.....	32,804.17	
Settlement of Personal Injury Claims,.....	<u>68.45</u>	
Total,.....		<u>62,422.61</u>
NET INCOME,.....		\$ 18,413.14
PROFIT AND LOSS CREDITS:		
Excess of Amount Recovered from Underwriters over Book Value of Steamer "Falcon",.....	\$ 10,500.00	
Received for Services, account of Fire on Steamer "Portage", September 16, 1907,.....	<u>514.91</u>	
Total,.....		<u>11,014.91</u>
GROSS SURPLUS,.....		\$ 29,428.05
PROFIT AND LOSS CHARGES:		
Depreciation of Vessels,.....	\$ 99,500.00	
Settlement of Personal Injury Claim of 1903,....	<u>384.80</u>	
Total,.....		<u>99,884.80</u>
DEFICIT FOR THE PERIOD,.....		\$ 70,456.75
PROFIT AND LOSS - SURPLUS, DECEMBER 1, 1908,.....		<u>66,921.44</u>
PROFIT AND LOSS - DEFICIT - DECEMBER 31, 1909,.....		<u>\$ 3,535.31</u>

CERTIFIED PUBLIC

*Exhibit B*

COPY.

GRAND ISLAND STEAMSHIP COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND ACCOUNTS -  
FOR THE THIRTEEN MONTHS ENDED  
DECEMBER 31, 1909

\*\*\*\*\*

DATED MAY 7, 1910

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

COPY.

**HASKINS & SELLS**  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK

LONDON, E.C.  
30 COLEMAN STREET

↑  
RECEIVED  
MAY 13 1910  
Ack. \_\_\_\_\_ Ans. \_\_\_\_\_

**CHICAGO**  
MARQUETTE BUILDING

**ST. LOUIS**  
THIRD NATIONAL BANK BUILDING

**CLEVELAND**  
WILLIAMSON BUILDING

**PITTSBURGH**  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,  
President, Michigamme Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the Michigamme Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

- "A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON.
- "B" - STATEMENT OF PROFIT AND LOSS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.



MICHIGAMME COMPANY

GENERAL BALANCE SHEET - DECEMBER 31, 1909  
AND NOVEMBER 30, 1908 - AND COMPARISON

	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<u>A S S E T S</u>				
REAL ESTATE AND PROPERTY:				
Real Estate,.....	\$500,000.00	\$500,000.00		
Tax Titles,.....	165.90	157.91	\$ 7.99	
Improvements - Rented Houses,.....	354.48		354.48	
Total Real Estate and Property,.....	\$500,520.38	\$500,157.91	\$ 362.47	
WORKING ASSETS:				
Material and Supplies,.....	\$ 2,274.90	\$ 2,274.90		
Insurance Premiums - Unexpired Proportion,.....	241.52	59.23	\$ 182.29	
Total Working Assets,.....	\$ 2,516.42	\$ 2,334.13	\$ 182.29	
CURRENT ASSETS:				
Cash in Banks:				
General Office, Cleveland,.....	\$ 301.99	\$ 35.99	\$ 266.00	
Land Department, Negaunee,.....	297.03	446.84		\$ 149.81
Total,.....	\$ 599.02	\$ 482.83	\$ 116.19	
Accounts Receivable,.....	172.35	133.19	39.16	
Total Current Assets,.....	\$ 771.37	\$ 616.02	\$ 155.35	
TOTAL ASSETS,.....	\$503,808.17	\$503,108.06	\$ 700.11	
<u>L I A B I L I T I E S</u>				
CAPITAL STOCK - 20,000 SHARES, PAR VALUE \$25.00 EACH,.....				
	\$500,000.00	\$500,000.00		
CURRENT LIABILITIES:				
Accounts Payable,.....	\$ 1,780.55	\$ 78.45	\$ 1,702.10	
Taxes - Accrued,.....	985.72	804.89	180.83	
Total Current Liabilities,.....	\$ 2,766.27	\$ 883.34	\$ 1,882.93	
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",.....	\$ 1,041.90	\$ 2,224.72		\$ 1,182.82
TOTAL LIABILITIES,.....	\$503,808.17	\$503,108.06	\$ 700.11	

We have made an audit of the books and accounts of the Michigamme Company for the thirteen months ended December 31, 1909; and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(Signed) HASKINS & SELLS,

Certified Public Accountants.

New York,

May 7, 1910.

EXHIBIT "A"

MICHIGAMME COMPANY

STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

---

EARNINGS:

Rents:

House,.....	\$737.80	
Lot,.....	<u>93.50</u>	\$831.30

Sales:

Village Lots,.....	\$ 75.00	
Tax Titles Purchased,.....	<u>15.74</u>	<u>90.74</u>

Total,..... \$ 922.04

EXPENSES:

Taxes,.....	\$899.84	
Operating Rented Buildings,.....	426.87	
Operating Land Department,.....	727.65	
General Expense,.....	<u>50.50</u>	

Total,..... 2,104.86

DEFICIT FOR THE PERIOD,..... \$1,182.82

SURPLUS AT BEGINNING OF THE PERIOD,..... 2,224.72

PROFIT AND LOSS - SURPLUS - DECEMBER 31, 1909,..... \$1,041.90

---

*Exhibit "B"*

COPY.

MICHIGAMME COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND ACCOUNTS -  
FOR THE THIRTEEN MONTHS ENDED  
DECEMBER 31, 1909

\*\*\*\*\*

DATED MAY 7, 1910

---

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

COPY.

HASKINS & SELLS  
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30 BROAD STREET  
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LONDON, E.C.  
30 COLEMAN STREET

RECEIVED  
MAY 13 1910

Ack. \_\_\_\_\_ Ans. \_\_\_\_\_

CHICAGO  
MARQUETTE BUILDING

ST. LOUIS  
THIRD NATIONAL BANK BUILDING

CLEVELAND  
WILLIAMSON BUILDING

PITTSBURGH  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. Wm. G. Mather,  
President, American Iron Mining Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the American Iron Mining Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

"A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909,  
AND NOVEMBER 30, 1908 - AND COMPARISON.

"B" - STATEMENT OF PROFIT AND LOSS - FOR THE  
THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.

AMERICAN IRON MINING COMPANY

GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON

	DECEMBER 31, 1909	NOVEMBER 30, 1908	INCREASE	DECREASE
<u>A S S E T S</u>				
REAL ESTATE,.....	\$176,555.48	\$176,555.48		
TREASURY STOCK,.....	\$183,725.00	\$183,725.00		
SUBSCRIBERS TO CAPITAL STOCK,.....	\$183,875.04	\$183,875.04		
CURRENT ASSETS:				
Cash in Banks:				
General Office, Cleveland,.....	\$ 53.04	\$ 53.04		
Land Department, Negaunee,.....	13.07	14.35		\$ 1.28
Total,.....	\$ 66.11	\$ 67.39		\$ 1.28
Accounts Receivable,.....	393.79	39.35	\$354.44	
Total Current Assets,.....	\$ 459.90	\$ 106.74	\$353.16	
TOTAL,.....	\$544,615.42	\$544,262.26	\$353.16	
<u>L I A B I L I T I E S</u>				
CAPITAL STOCK - 20,000 SHARES, PAR VALUE \$25.00 EACH,.	\$500,000.00	\$500,000.00		
CURRENT LIABILITIES:				
Taxes - Accrued,.....	\$ 354.44	\$ 344.24	\$ 10.20	
Accounts Payable,.....	1,494.25	661.03	833.22	
Total Current Liabilities,.....	\$ 1,848.69	\$ 1,005.27	\$843.42	
PROFIT AND LOSS - SURPLUS, PER EXHIBIT "B",.....	\$ 42,766.73	\$ 43,256.99		\$490.26
TOTAL,.....	\$544,615.42	\$544,262.26	\$353.16	

We have made an audit of the books and accounts of the American Iron Mining Company for the thirteen months ended December 31, 1909, and

WE HEREBY CERTIFY that the above General Balance Sheet agrees with the books, and is correct.

(Signed) HASKINS & SELLS

Certified Public Accountants.

New York,

May 7, 1910.

EXHIBIT "A"

AMERICAN IRON MINING COMPANY

STATEMENT OF PROFIT AND LOSS -  
FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909

---

PROFIT AND LOSS - SURPLUS AT BEGINNING OF THE PERIOD,.....		\$43,256.99
EXPENSES:		
Taxes,.....	\$355.72	
Operating Land Department,.....	109.04	
General Expenses,.....	<u>75.50</u>	
	Total,.....	<u>490.26</u>
PROFIT AND LOSS - SURPLUS - DECEMBER 31, 1909,.....		<u>\$42,766.73</u>

---

*Exhibit B*

COPY

AMERICAN IRON MINING COMPANY

REPORT  
ON AUDIT OF THE BOOKS AND ACCOUNTS -  
FOR THE THIRTEEN MONTHS ENDED  
DECEMBER 31, 1909

\*\*\*\*\*

DATED MAY 7, 1910

=====

HASKINS & SELLS  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
NEW YORK  
LONDON, E. C.  
30 COLEMAN STREET

COPY

**HASKINS & SELLS**  
CERTIFIED PUBLIC ACCOUNTANTS  
30 BROAD STREET  
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LONDON, E.C.  
30 COLEMAN STREET

RECEIVED  
MAY 13 1910  
Ack \_\_\_\_\_ Ans. \_\_\_\_\_

**CHICAGO**  
MARQUETTE BUILDING

**ST. LOUIS**  
THIRD NATIONAL BANK BUILDING

**CLEVELAND**  
WILLIAMSON BUILDING

**PITTSBURGH**  
FARMERS BANK BUILDING

CABLE ADDRESS "HASKSELLS"

NEW YORK, May 7, 1910.

Mr. William G. Mather,  
President, Excelsior Iron Company,  
Cleveland, Ohio.

Dear Sir:

In accordance with your request, we have made an audit of the books and accounts of the Excelsior Iron Company for the thirteen months ended December 31, 1909, and submit herewith the following described exhibits:

EXHIBIT

- "A" - GENERAL BALANCE SHEET - DECEMBER 31, 1909, AND NOVEMBER 30, 1908 - AND COMPARISON.
- "B" - STATEMENT OF INCOME AND PROFIT AND LOSS - FOR THE THIRTEEN MONTHS ENDED DECEMBER 31, 1909.

Yours truly,

(Signed) HASKINS & SELLS

Certified Public Accountants.