

BLUE DIAMOND CORPORATION (DIA)

Organized under the laws of Del., Nov. 7, 1931, under name of Los Angeles Industries, Inc.; on Mar. 20, 1940, assumed the name of its operating subsidiary, Blue Diamond Corp. (incorporated in Cal., June 23, 1930). (For previous history see 1939 and 1941 Editions of Walker's Manual.)

On Mar. 20, 1940, parent company name was changed to that of the subsidiary, at which time retirement of \$261,500 outstanding subsidiary bonds was authorized and all business and assets were transferred to the parent corporation on Apr. 1, 1940.

Previously, on Feb. 14, 1940, Los Angeles Industries, Inc., paid a dividend of \$1 per share out of capital surplus, representing distribution of approx. 75% of cash on hand after sales of portfolio of marketable securities in Jan. 1940.

Property—Owns (1) 23½ acres at 16th and Alameda Sts., Los Angeles, on which site is located the Company's head office and chief manufacturing plants; (2) approx. 86 acres of sand and gravel deposits located at El Monte, Cal.; (3) 1,000 acres of land near Corona, Riverside Co., Cal.; (4) 40 acres of gypsum deposits located near Westmoreland, Imperial Co., Cal.; (5) 77 acres of sand and gravel deposits in the vicinity of Roscoe, Cal.; (6) approx. 1,000 acres of gypsum deposits and plant constructed 1941-42 for manufacture of gypsum products, at Blue Diamond, Nev.; (7) approx. 70 acres sand and gravel deposits near Monrovia, Calif.

Business—Manufactures, produces and distributes cement, plaster, rock and sand, stucco, reinforcing steel, and other basic building materials throughout Southern California.

Practically all company's activities now involved in war effort in construction field, with investigations being made to convert its facilities to direct war production.

Officers—W. J. Van Valkenburgh, Pres.; Wm. A. Godshall, W. G. Bradley, V.-P.; N. J. Redmond, Sec. & Treas.; G. H. Boggs, Asst. Sec. & Asst. Treas. **Directors**—W. G. Bradley, E. E. Duque, Wm. A. Godshall, Preston Hotchkis, C. C. Merrill, Charles H. Quinn, N. J. Redmond, John L. Rush, W. J. Van Valkenburgh, Dwight Whiting. **Head Office**—1650 So. Alameda St., Los Angeles. **Annual meeting**—3rd Wed. in Mar.

Capital	Authorized	Outstanding
Shares, \$2 par value.....	750,000 shs.	729,313 shs.

¹Reported 215,708 shs. (29.58%) owned by **California Portland Cement Co.**, as of Mar. 1, 1944.

Registrar—Union Bank and Trust Co., Los Angeles. **Transfer Agent**—California Trust Co., Los Angeles.

Listed—Los Angeles Stock Exchange.

Dividends—(Los Angeles Industries, Inc.) 20 cents Oct. 1; 30 cents Dec. 15, 1936; 10 cents Aug. 10; 15 cents Dec. 22, 1937; \$.10 Aug. 5, Dec. 20, 1938; Aug. 25, Dec. 16, 1939; \$1.00 (from Capital Surplus) Feb. 14, 1940. Paid \$.20, Dec. 18, 1940; \$.10 Aug. 15, Dec. 20, 1941; Dec. 15, 1942; Aug. 15, \$.05 Dec. 22, 1943.

No. Stockholders—Approx. 3,000.

¹ Per Share:	Earned	Dividends	Price Range
1933.....	d\$0.12	None	\$2.40 - .50
1934.....	0.002	"	1.07½- .50
1935.....	0.02	"	2.62½- .60
1936.....	0.65	\$0.50	5.50 - 2.50
1937.....	0.33	0.25	6¼- 1¾
1938.....	0.23	0.20	3½- 2
1939.....	0.21	0.20	2¾- 1¾
1940.....	0.33	0.20	3 - 1¼

¹Figures for Los Angeles Industries, Inc. 1933-1939 inclusive; for Blue Diamond Corp. since.

Per Share:	Equity	Earned	Dividends	Price Range
1941.....	\$3.38	0.57	0.20	2¾-1½
1942.....	*3.64	*0.36	0.10	2 -1.15
1943.....	3.75	0.26	0.15	2 -1.35

*Before renegotiation, after renegotiation 1 cent per share, less.

Income Account—Year ended Dec. 31

	Sales	Cost of Sales & Depl.	Selling Gen. Exps. & Taxes	Oper. Profit	Other Income	Interest & Chgs.	Income Taxes	Net
1938.....	\$3,264,885	2,682,231	285,168	297,486	8,979	37,638	42,196	226,631
1939.....	\$3,262,930	2,799,963	285,029	177,938	12,481	30,663	20,088	139,668
1940.....	\$4,347,485	3,774,392	333,102	239,991	20,799	12,519	4,986	¹ 243,285
1941.....	\$5,384,598	4,345,691	400,169	638,738	47,324	3,066	269,725	413,271
1942.....	\$7,362,683	6,188,847	431,265	742,571	3,691	24,254	460,000	262,008
1943.....	\$3,946,833	3,235,077	412,257	299,499	18,279	17,536	†109,833	190,409

¹Before \$202,174 loss on sale of entire portfolio of investment securities in Jan. 1940 and \$14,824 credit adjustment prior years depreciation provision.

†Including \$9,500 returnable to U. S. Gov't. as result of renegotiation proceedings.

BALANCE SHEET, DEC. 31—Audit by Haskins & Sells.

Assets	1943	1942
Cash.....	\$ 280,076	\$ 188,397
U. S. Treasury Certificates.....	200,000
¹ Accounts & Notes Receivable, less Reserves.....	660,531	899,085
Claim for Refund of Federal Excess Profits Tax for 1942.....	14,828
Inventories.....	455,092	440,207
Total Current Assets.....	1,610,527	1,527,689
Securities Owned.....	1,000	1,000
Cash Value, Life Insurance.....	10,450	9,400
² Land, Rock and Sand Deposits and Plant Site.....	964,478	956,172
³ Plant Structures, Machinery & Equipment.....	1,033,710	1,193,758
Good Will, Patents and Trademarks.....	1	1
Deferred Charges.....	89,646	98,053
Post-war Refund—Excess Profits Tax.....	4,000
Total Assets.....	3,709,812	3,790,073

Liabilities	1943	1942
Accounts and Wages Payable.....	316,627	339,319
Land & Equipment Purchase Obligations.....	6,900	11,898
Notes Payable to Banks.....	58,000	90,899
Payable to U. S. Gov't. after Renegotiation of War Contracts for 1942.....	5,131	-----
Federal Income Taxes.....	*153,673	†64,000
Other Taxes, etc.....	65,459	95,972
Total Current Liabilities.....	605,790	602,088
Notes Payable to Banks.....	290,872	448,872
Reserve for Workmen's Compensation Ins., etc.....	51,899	45,495
Deferred Credits.....	22,623	36,002
Common Stock.....	1,458,626	1,458,626
Capital Surplus.....	322,629	322,629
Earned Surplus (Since Aug. 31, 1935).....	957,373	876,361
Total Liabilities.....	3,709,812	3,790,073
¹ After Reserves of.....	100,150	132,944
² After Depletion and Revaluation of.....	880,503	873,737
³ After Depreciation and Revaluation of.....	2,049,166	1,799,296
*Including \$42,673 Excess Profits Taxes for 1942.		
†After deducting U. S. Treasury Notes, Tax Series, \$400,000.		—Mar. 3