

SOUTHERN INDIANA GAS AND ELECTRIC COMPANY

REPORT TO THE STOCKHOLDERS



FOR THE YEAR ENDED
DECEMBER 31, 1944

DIRECTORS

W. H. BARTHOLD	Peoria, Ill.	C. B. FROELICH	Evansville, Ind.
G. H. BOURNE	New York, N.Y.	H. C. KLEYMEYER	Evansville, Ind.
J. A. BROWN	New York, N.Y.	E. E. NELSON	New York, N.Y.
F. B. CULLEY	Evansville, Ind.	E. F. ORTMEYER	Evansville, Ind.
C. B. ENLOW	Evansville, Ind.	C. E. OSWALD	Evansville, Ind.

JUSTIN R. WHITING, NEW YORK, N.Y.

OFFICERS

J. A. BROWN	<i>President</i>
F. B. CULLEY	<i>Executive Vice-President</i>
G. H. BOURNE	<i>Comptroller</i>
C. E. OSWALD	<i>Secretary</i>
C. B. FROELICH	<i>Treasurer</i>
E. E. NELSON	<i>Asst. Secy. and Asst. Treas.</i>
E. C. WILKINS	<i>Asst. Secy. and Asst. Treas.</i>
C. WIGAND	<i>Assistant Treasurer</i>

TRANSFER AGENTS

(For Preferred Stock)

Office of the Company	Evansville 3, Ind.
Agents of the Company	120 Wall St., New York 5, N.Y.

REGISTRARS

(For Preferred Stock)

The National City Bank	Evansville 9, Ind.
Bankers Trust Company	New York 15, N.Y.

•••••

GENERAL OFFICE EVANSVILLE 3, INDIANA

This report and accompanying financial statements are submitted for information of stockholders, and are not intended for use in connection with any sale or purchase of, or any offer or solicitation of offers to buy or sell, any securities; neither do they constitute any part of the proxy solicitation material mailed to stockholders in the same envelope.

SOUTHERN INDIANA GAS AND ELECTRIC COMPANY

Evansville, Indiana,
February 28, 1945

To THE STOCKHOLDERS:

A review of the more important activities of the Company during the year 1944 is given below.

SUMMARY OF INCOME AND EXPENSES

	1944	1943
Gross Revenues	\$7,574,878	\$7,319,502
Expenses of operation	\$3,124,782	\$2,782,163
Depreciation	650,716	635,000
Amortization of railway property losses	—	129,900
Amortization of plant acquisition adjustments	86,400	—
Taxes	2,450,191	2,547,174
Interest and other income deductions .	258,122	233,674
Total Deductions	\$6,570,211	\$6,327,911
Net Income	\$1,004,667	\$ 991,591
Dividends on the Preferred Stock . .	412,296	412,296
Balance	\$ 592,371	\$ 579,295

Revenues increased \$255,376 over 1943. Deductions were greater by \$242,300 net, due to greater volume and higher fuel, materials and labor costs. Net income available for dividends amounted to \$1,004,667, an increase of \$13,076.

DIVIDENDS

Losses which were incurred upon abandonment of street railway property five years ago, had been completely amortized by charges to income or earned surplus by December 31, 1943. During this period, quarterly dividends on preferred stock were regularly paid but no dividends were paid on the common stock. The surplus restriction of two times annual preferred stock dividend requirements having been met early in 1944, dividends aggregating 85 cents per share on common stock were paid in the year amounting to \$340,000.

TAXES

32.4 cents of every dollar of gross revenues went for taxes, which totalled—federal, state and local—\$2,450,191.

TERRITORY AND BUSINESS

The Company renders electric, gas, steam heating and transportation service in Evansville. Electric, gas and water services are supplied to Newburgh, and electric service to customers in towns and rural areas situated in seven counties in southwestern Indiana.

The great increase in manufacturing plants and in the number of skilled workers which war industry has brought to Evansville, augurs a permanently increased factory output and commercial business in the territory served by your company; and these factors, together with the steadily rising use of electricity by residential and farm customers should result in maintaining a high level of business after the war.

ELECTRIC AND GAS SALES AND REVENUES

Sales of electricity in 1944 provided 63.6 cents of every revenue dollar; transportation 17.5 cents; gas 15.8 cents; and 3.1 cents was derived from heating, water and miscellaneous income.

Revenues from electric sales amounted to \$4,820,717, an increase of \$178,736 over 1943, while electric sales were 295,693,566 kilowatt hours, or 25,598 kilowatt

hours less than the previous year. The increase in revenues resulted from a 6.99% increase in sales to residential customers, amounting to 2,919,656 kilowatt hours, and an increase in commercial light and power sales of 4,969,135 kilowatt hours, or 11.37%, which more than offset the decrease in revenue from industrial power sales which decreased 8,241,762 kilowatt hours, or 4.04%.

The number of electric residential customers increased 645 or 1.62%. The average household use of electricity during the year of 1,112 kilowatt hours, was up 55 kilowatt hours or 5.20%. The average cost for residential use was 3.48 cents per kilowatt hour.

Gas revenues increased \$21,893, while gas sales decreased 51,273,200 cubic feet, or 3.78%, from 1943. This decrease occurred in the sales for space heating which were down 21,722,900 cubic feet or 5.79%, due to warmer weather, and in commercial and industrial sales which were down 63,495,000 cubic feet or 14.51%, principally due to a decrease in the use of gas in processes for the production of materials for war. However, the number of domestic customers increased by 352 during the year, with resultant increase in sales to this group of 31,793,200 cubic feet, or 5.89%.

BUS OPERATIONS

Shortage of buses, repair parts, and other materials and the lack of drivers and mechanics continued to present problems in local transportation during 1944. However, the excellent cooperation of the Office of Defense Transportation and the War Production Board, enabling the Company to obtain delivery of 8 new buses during the year and 12 more buses in January 1945, has done much to improve this situation.

Progress was made in reconditioning many of the Company's buses. Even with additional buses and staggered schedules worked out with the cooperation of city officials, factory managements, commercial establishments, and school authorities, buses continue to be crowded; and the Company appreciates the patriotic spirit in which patrons have accepted the unavoidable inconveniences. Transportation services are supplied by a fleet of 95 gasoline-powered buses. Revenue passengers carried numbered 20,570,085, an increase of 1.59% over 1943.

ADDITIONS TO PROPERTY

Expenditures for additions and improvements to property made during 1944 totaled \$973,997. Retirements amounted to \$111,045. The principal additions were as follows:

The installation of the new 20,000 kilowatt turbine generator unit mentioned in last year's report, was practically completed at the year end, and the unit went into regular operation in February 1945. With the addition of this unit, the Company has rated electric generating capacity of 80,000 kilowatts. The peak demand on the system occurred on November 28, 1944, when the load carried amounted to 63,400 kilowatts. The day of largest 24-hour generation by our stations occurred on January 5, 1944 with an output of 1,088,500 kilowatt hours.

Preliminary work was started on a new substation near Oakland City. This substation, which is expected to be completed in the year 1945, will make available the capacity of the 69 kilovolt-ampere transmission line, which interconnects with the Public Service Company of Indiana, Inc., to add to the load-carrying ability of the Company's 36 kilovolt-ampere transmission system. The use of this interconnection as a source of firm power on which the Company may depend, ceased when the new 20,000 kilowatt turbine generator went into service; however during the war period, the interconnection will be retained and usable by either company in emergencies.

Extensions to the coal handling equipment at the Ohio River Station, to provide for handling an increased amount of coal in a more economical manner, have been installed during the year and will go into service early in 1945.

RURAL ELECTRIFICATION

During 1944, Government regulations permitted the extension of rural lines to serve farms engaged primarily in producing meat and dairy products. The Company was also allowed to increase its facilities to farms already receiving electric service in order to increase food production, and this to some extent offset the diminishing farm manpower. 35 miles of line were constructed and 247 customers were connected, 162 of which were farms. The Company now has in operation 960 miles of rural lines supplying service to 3610 farm and 3652 non-farm users.

County Agents and farm organizations actively cooperated during the year and a satisfactory increase in food production was obtained. The continuous increase in use of electricity by our farm customers is shown by the following annual averages:

YEAR	ANNUAL USE
	IN KILOWATT HOURS
1938	896
1939	970
1940	1005
1941	1070
1942	1156
1943	1250
1944	1369

APPLIANCE REPAIR SERVICE

Through cooperation with dealers and repair shops, satisfactory servicing of electric and gas appliances of our customers was continued during the year. Thousands of such appliances were repaired, and continued using electricity and gas; and a stock of repair parts is on hand for 1945. Although many repairmen have been called to the service, appliance repair training has been carried on, and the services of new men and the broadened knowledge of present employees made available to the various repair shops.

LABOR RELATIONS

At an election held on November 29, 1944, the employees of the Electric Production, Transmission and Distribution Departments, the Gas Department, the Steam Heat Department, the Gas and Electric Service Department and Meter Readers voted for Local B-702 of the International Brotherhood of Electrical Workers to represent them as their bargaining agent with the Company. The contract with the Independent Utilities Workers Union, Local No. 1, Inc., expired February 1, 1945 and a new contract is under discussion with the new agency.

ACCOUNTING ADJUSTMENTS

In compliance with order of the Public Service Commission of Indiana and with the approval of the Securities and Exchange Commission, the stated capital represented by the common stock of the Company, all of which is owned by The Commonwealth & Southern Corporation, was reduced \$2,164,355.95. This reduction was authorized by the stockholders at special meeting held on December 5, 1944 and did not involve any distribution of assets, nor was any change made in the number of shares of common stock. The amount of the reduction was transferred to capital surplus, to which there was charged like amount of plant acquisition adjustments removed from plant account in connection with the original cost reclassification of plant account ordered by the Public Service Commission of

*to account 505 Amortization of Utility
Plant Acquisition Adjustment Account
under Income Account Reserve us of 10-21-46*

SOUTHERN INDIANA GAS AND ELECTRIC COMPANY

\$44,800 - Balance 1,050,601.

Indiana; and effective at January 1, 1944, the Company commenced amortizing the \$1,295,400.76 remaining in plant acquisition adjustments account, at the rate of \$7,200 per month.

PENSION PLAN

During the past year the Company and each of the other companies of The Commonwealth & Southern Corporation group, as authorized by stockholders, formulated and put into effect pension plans for the benefit of their respective full-time regular employees. The Company's pension plan is administered by a retirement board appointed by the board of directors of the Company, and provides for the payment by the Company into a trust fund with Bankers Trust Company, New York, as trustee, from time to time of sums sufficient to provide the retirement incomes to which employees may become entitled on retirement at age 65 (women at age 60). No contributions are made by employees. In calculating the amount of pensions, consideration is given to service of employees prior to July 1, 1944, the effective date of the plan, with the Company and with predecessor or affiliated companies or properties, as well as to future service, and the plans of the several system companies make provision for the transfer of employees from one company to another without loss of credit for previous service. The board of directors of the Company may determine from time to time the desirability of retaining employees in regular service beyond retirement age and, to cope with the man-power shortage, the board has retained most of those members of the organization who have reached retirement age but who are fit and willing to continue with their work to help meet this situation. One of the benefits of this arrangement will be that such jobs can be relinquished by those who have stayed beyond retirement age, when former members of the organization return from military service.

EXECUTIVE OFFICERS

Mr. W. H. Barthold, a director and officer of this Company since its organization in 1912 and president since 1930, retired as president on June 1, 1944 due to ill health. Mr. J. A. Brown, who has been associated with the Company during all this period, and a director and vice-president since 1930, was elected president.

GENERAL

During the past year, hearings were held by the Securities and Exchange Commission on the amended plan filed with it by The Commonwealth & Southern Corporation under Section 11(b) of the Public Utility Holding Company Act of 1935. As stated in the annual report for the year 1943, the amended plan, if consummated, would result in this Company's no longer being a part of The Commonwealth & Southern Corporation system.

At the close of the year, there were 2,581 holders of the preferred stock of the Company, of whom 1,578 were residents of the State of Indiana.

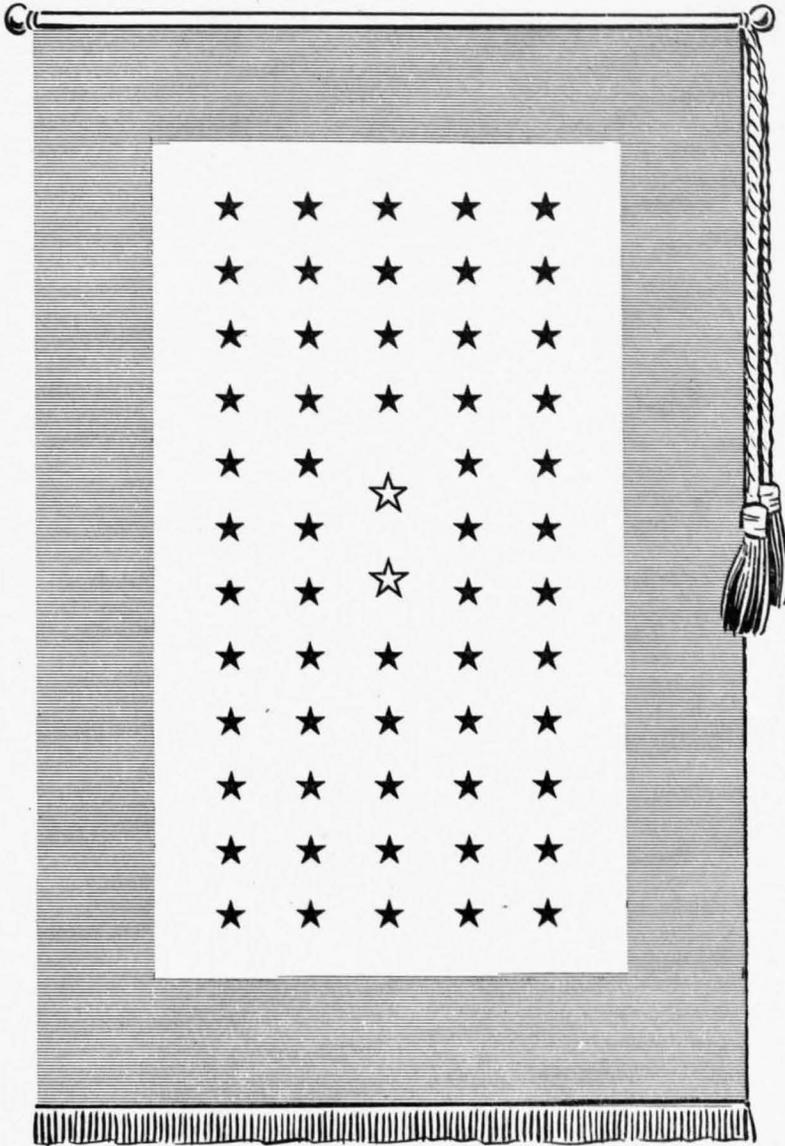
There were 622 men and women in the Company's organization at December 31, 1944, an increase of 39 over the previous year. Total payroll for the year was \$1,409,674 an increase of \$101,696 over 1943. Over \$337,000 of war bonds were purchased and paid for by employees in 1944 through voluntary payroll deductions.

The diligence, efficiency and loyalty of members of the organization contributed in large measure to the high production record of the Company.

Balance Sheet as at December 31, 1944, Comparative Statement of Income, and Summary of Earned Surplus, certified by Arthur Andersen & Co., accountants and auditors, and a table of operating statistical data are shown following this letter.

By order of the Board of Directors.

J. A. BROWN, *President*



FIFTY-SEVEN men and women of Southern Indiana Gas and Electric Company are serving in the armed forces. Two gold stars are in our service flag, in memory of Howard J. Smith and Eugene Koressel. James C. Franz has been reported missing in action since the fall of Corregidor. We take just pride in those who have joined the colors and we pay reverent homage to those who have made the supreme sacrifice.

SOUTHERN INDIANA GAS AND ELECTRIC COMPANY

OPERATING STATISTICAL DATA

	1944	1943	Increase or Decrease*	Per Cent Increase or Decrease*
ELECTRIC:				
<i>Sales in kilowatt hours—</i>				
<i>Residential</i>	44,666,602	41,746,946	2,919,656	6.99
<i>Commercial Light and Power</i>	48,658,536	43,689,401	4,969,135	11.37
<i>Industrial</i>	195,663,822	203,905,584	8,241,762	4.04
<i>Other</i>	6,704,606	6,377,233	327,373	5.13
<i>Total</i>	<u>295,693,566</u>	<u>295,719,164</u>	<u>25,598</u>	<u>.01</u>
<i>Revenue from sales—</i>				
<i>Residential</i>	\$1,553,310	\$1,458,309	\$95,001	6.51
<i>Commercial Light and Power</i>	1,135,921	1,036,929	98,992	9.55
<i>Industrial</i>	1,997,821	2,015,948	18,127	.90
<i>Other</i>	133,665	130,795	2,870	2.19
<i>Total</i>	<u>\$4,820,717</u>	<u>\$4,641,981</u>	<u>\$178,736</u>	<u>3.85</u>
<i>Customers served at end of year—</i>				
<i>Residential</i>	40,507	39,862	645	1.62
<i>Commercial Light and Power</i>	4,936	4,661	275	5.90
<i>Industrial</i>	103	99	4	4.04
<i>Other</i>	12	12	—	—
<i>Total</i>	<u>45,558</u>	<u>44,634</u>	<u>924</u>	<u>2.07</u>
<i>Kilowatt hours per residential customer—</i>				
<i>average</i>	1,112	1,057	55	5.20
<i>Average rate per kilowatt hour—residential—</i>				
<i>cents</i>	3.48	3.49	.01	.29
GAS:				
<i>Sales in cubic feet—</i>				
<i>Domestic</i>	571,789,800	539,996,600	31,793,200	5.89
<i>Space Heating</i>	353,259,400	374,982,300	21,722,900	5.79
<i>Commercial and Industrial</i>	374,237,800	437,732,800	63,495,000	14.51
<i>Other</i>	5,843,600	3,692,100	2,151,500	58.27
<i>Total</i>	<u>1,305,130,600</u>	<u>1,356,403,800</u>	<u>51,273,200</u>	<u>3.78</u>
<i>Revenue from sales—</i>				
<i>Domestic</i>	\$ 738,588	\$ 697,559	\$41,029	5.88
<i>Space Heating</i>	197,050	209,837	12,787	6.09
<i>Commercial and Industrial</i>	254,752	262,212	7,460	2.85
<i>Other</i>	3,072	1,961	1,111	56.65
<i>Total</i>	<u>\$1,193,462</u>	<u>\$1,171,569</u>	<u>\$21,893</u>	<u>1.87</u>
<i>Customers served at end of year</i>				
<i>Domestic</i>	26,256	25,904	352	1.36
<i>Space Heating</i>	1,731	1,661	70	4.21
<i>Commercial and Industrial</i>	1,224	1,171	53	4.53
<i>Total</i>	<u>29,211</u>	<u>28,736</u>	<u>475</u>	<u>1.65</u>
STEAM HEATING:				
<i>Sales in pounds</i>	143,833,400	138,564,600	5,268,800	3.80
<i>Total number of customers served at end of period</i>	328	317	11	3.47
WATER:				
<i>Sales in gallons</i>	13,915,400	11,204,400	2,711,000	24.19
<i>Total number of customers served at end of period</i>	340	315	25	7.93
REVENUE PASSENGERS CARRIED	20,570,085	20,248,031	322,054	1.59

*Decrease shown in Italics.

ARTHUR ANDERSEN & Co.
Accountants and Auditors

506 OLIVE STREET
ST. LOUIS 1

*To the Board of Directors,
Southern Indiana Gas and Electric Company:*

We have examined the balance sheet of SOUTHERN INDIANA GAS AND ELECTRIC COMPANY (an Indiana corporation) as of December 31, 1944, and the statements of income and surplus for the fiscal year then ended, have reviewed the system of internal control and the accounting procedures of the company and, without making a detailed audit of the transactions, have examined or tested accounting records of the company and other supporting evidence, by methods and to the extent we deemed appropriate. Our examination was made in accordance with generally accepted auditing standards applicable in the circumstances and included all procedures which we considered necessary.

In our opinion, the accompanying balance sheet and related statements of income and surplus present fairly the position of Southern Indiana Gas and Electric Company at December 31, 1944, and the results of its operations for the year, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

ARTHUR ANDERSEN & Co.

*St. Louis, Missouri,
January 20, 1945.*

SOUTHERN INDIANA GAS

BALANCE SHEET —

A S S E T S

UTILITY PLANT:

Tangible property—at original cost	\$20,171,001.72	
Organization expenses	12,401.09	
Cost in addition to original cost (plant acquisition adjustments)		
—see reserve	<u>1,295,400.76</u>	\$21,478,803.57

INVESTMENTS:

Capital stock of mutual service company, at cost		15,700.00
--	--	-----------

CURRENT ASSETS:

Cash	\$	337,838.44	
U.S. Government and Federal agencies securities (quoted market price \$1,579,220), at cost		1,577,721.88	
U.S. Treasury Tax Savings Notes, at cost		1,900,000.00	
Special deposits		118,868.85	
Accounts and interest receivable—			
Service accounts	\$414,956.18		
Merchandise accounts	8,747.20		
Interest and miscellaneous accounts	<u>33,731.10</u>		
	\$457,434.48		
Less—Reserve for uncollectible accounts	<u>8,181.78</u>	449,252.70	
Materials and supplies, stated at average cost		421,725.52	
Prepayments		<u>20,756.98</u>	4,826,164.37

UNITED STATES EXCESS PROFITS TAX REFUND BONDS (\$90,165.15)
AND BONDS RECEIVABLE

414,505.15

DEFERRED DEBITS:

Debt discount and expense in process of amortization	\$	29,695.87	
Expenditures on leased office space—in process of amortization over life of the lease		59,526.88	
Miscellaneous		<u>10,261.23</u>	99,483.98
			<u>\$26,834,657.07</u>

NOTE:

The payment of dividends on common stock, other than dividends payable in common stock, is restricted (a) under an order dated October 12, 1944 of the Securities and Exchange Commission, to an aggregate amount not in excess of 75% of net income earned subsequent to December 31, 1943 available

AND ELECTRIC COMPANY

DECEMBER 31, 1944

LIABILITIES

CAPITAL STOCK:

Preferred stock, cumulative, par value \$100 per share—

Authorized 400,000 shares—

4.8% series, authorized, issued and outstanding 85,895
shares

\$8,589,500.00

Common stock, without par value—

Authorized 500,000 shares—

Issued and outstanding 400,000 shares, stated at

3,335,644.05 \$11,925,144.05

LONG-TERM DEBT:

First mortgage bonds—

3.35% series of 1936, due October 1, 1961

\$6,700,000.00

3½% series of 1937, due October 1, 1961

800,000.00 7,500,000.00

CURRENT LIABILITIES:

Accounts payable

\$ 250,432.31

Accrued taxes—

General

405,097.81

Federal income and excess profits (see Note 1 to statement of
income)

2,019,827.73

Accrued interest

89,661.71

Accrued dividends on preferred stock

68,716.00

Customers' deposits

78,965.29

Miscellaneous

100,531.37 3,013,232.22

DEFERRED CREDITS:

Gas revenues subject to review by Public Service Commission
of Indiana

\$ 118,868.85

Customers' advances for construction

14,308.98 133,177.83

RESERVES:

Reserve for depreciation

\$2,910,873.51

Reserve for amortization of plant acquisition adjustments being
provided at rate of \$86,400 per annum

86,400.00

Injuries and damages reserve

82,999.57 3,080,273.08

CONTRIBUTIONS IN AID OF CONSTRUCTION

119,451.72

EARNED SURPLUS, of which \$959,099.82 is not available for pay-
ment of common stock dividends (see Note)

1,063,378.17

\$26,834,657.07

for such payments, if the aggregate of the par or stated value of the outstanding common stock and surplus would be less than 25% of the total capitalization and surplus, and (b) under the Articles of Reorganization, unless there shall remain to the credit of earned surplus account an amount equal to twice the annual dividend requirements on the outstanding preferred stock.

SOUTHERN INDIANA GAS AND ELECTRIC COMPANY

STATEMENT OF INCOME

FOR THE YEARS ENDED DECEMBER 31, 1944 AND 1943

PARTICULARS	Year Ended December 31	
	<u>1944</u>	<u>1943</u>
GROSS REVENUE:		
Electric	\$4,880,084.17	\$4,692,811.21
Gas	1,213,233.66	1,190,770.84
Transportation	1,324,615.66	1,302,201.38
Heating and water	101,649.90	97,452.19
Nonoperating	55,294.52	36,266.69
Total gross revenue	<u>\$7,574,877.91</u>	<u>\$7,319,502.31</u>
OPERATING EXPENSES AND TAXES:		
Operation (including purchased gas in 1944, \$474,942.84; 1943, \$487,879.68)	\$2,590,845.70	\$2,388,321.55
Maintenance	533,935.79	393,841.08
Amortization of railway property losses, as authorized by board of directors in 1939	—	129,900.00
Provision for depreciation	650,716.04	635,000.00
Provision for amortization of plant acquisition adjustments	86,400.00	—
General taxes	612,329.33	617,999.30
Provision for estimated Federal income taxes	394,806.00	390,929.00
Provision for estimated Federal excess profits taxes (less post-war refund)— Note 1	1,443,056.00	1,538,246.00
Total operating expenses and taxes	<u>\$6,312,088.86</u>	<u>\$6,094,236.99</u>
Gross income	<u>\$1,262,789.05</u>	<u>\$1,225,265.32</u>
INCOME DEDUCTIONS:		
Interest on long-term debt	\$ 252,450.00	\$ 252,450.00
Amortization of debt discount and expense	1,772.76	1,772.76
Miscellaneous interest and other charges	19,577.91	8,351.69
	<u>\$ 273,800.67</u>	<u>\$ 262,574.45</u>
Less—Interest charged to construction	15,678.75	28,900.61
Total income deductions	<u>\$ 258,121.92</u>	<u>\$ 233,673.84</u>
Net income	<u>\$1,004,667.13</u>	<u>\$ 991,591.48</u>

NOTES:

(1) The company's provision for excess profits taxes has been determined without giving effect to possible reductions under the general relief provisions (Section 722) of the Internal Revenue Code. The company has made application, under such relief provisions, for reduction of taxes for the year 1942 and for the two preceding years and intends to make such application for the years 1943 and 1944. The outcome of such application cannot be determined at this time.

(2) The stockholders of Southern Indiana Gas and Electric Company in August 1944 approved the adoption of a pension plan for its employees effective as of July 1, 1944. The estimated cost of the plan for the first year is \$78,000. The estimated net cost for the first year on the basis of estimated reduction in Federal income and excess profits taxes at the present rates is \$11,300.

SOUTHERN INDIANA GAS AND ELECTRIC COMPANY

SUMMARY OF SURPLUS

FOR THE YEAR ENDED DECEMBER 31, 1944

EARNED SURPLUS

BALANCE DECEMBER 31, 1943, per previous report		\$ 811,007.04
ADD—Net income for the year ended December 31, 1944		1,004,667.13
		\$ 1,815,674.17
DEDUCT:		
Dividends on preferred stock	\$ 412,296.00	
Dividends on common stock	340,000.00	752,296.00
		752,296.00
BALANCE DECEMBER 31, 1944, of which \$959,099.82 is not available for payment of common stock dividends (see Note to balance sheet)		\$ 1,063,378.17

CAPITAL SURPLUS

CAPITAL SURPLUS arising from reduction of stated value of common stock in accordance with orders of the Public Service Commission of Indiana and of the Securities and Exchange Commission, and authorized by the stockholders on December 5, 1944		\$ 2,164,355.95
DEDUCT—Premium on securities of predecessor companies acquired in 1912 (date of organization of the company) previously classified as Utility Plant—Intangibles, charged off in accordance with order of Public Service Commission of Indiana		\$ 2,164,355.95
BALANCE DECEMBER 31, 1944		\$ -

— x —

Dividends - $\$340,000 \div 400,000 = 85¢$ per share