



JOHNSON LUMBER COMPANY

HARRY F. JOHNSON

DAWSON

NEBRASKA

January 27, 1946.

Dear Dad:

I want to acknowledge your letters of the 22nd and the 24th. I made the trip out to Wymore Friday accompanied by Dan J. Riley and Carl. I will attempt to review what we examined. First we went to the Lumber Yard office and had Mr. Purdy come over. He went over the insurance policies, and they are all in proper order. They carry \$30,000 insurance on the lumber plant and inventory in 6 policies of \$5000 each made out for three years each making \$10,000 mature each year. There are a total of \$12,250 carried on the warehouse and coal sheds and contents, and they are made out for one year. They carry a \$5000 policy of public liability. They carry workmens compensation insurance and employer liability in another policy. The policies on the trucks carry \$25-50,000 liability which had just been recently changed from 5-10. We verified the cash in the bank as of Oct. 31 and checked the bank record on the same. We also checked all checks written since that time till the present to see if there were any other than ordinary withdrawals made, and found everything in that respect to be in order. Their cash balance as of the present date is considerably larger than at that time as a result of selling or reducing their inventory, as they have not been making any purchases to speak of with the exception of coal. We verified their present cash balance with that of the bank, and found it to be correct, and also verified the bonds which are carried in their box in the bank.

Mr. Riley made an examination of the abstract, and we then went to Beatrice to check the records in that respect and found everything to be in order. I also checked the real estate that they had owned in Blue springs and found that the ground had been transferred by a quit claim deed so there could be no recourse as to guaranty of title. We also made an examination of the articles of Incorporation.

I forgot to mention that a \$5000 bond is carried on the manager and a \$1000.00 on the bookkeeper, so if anything should be irregular in the records from Oct. 31 until the present it should be covered.

*Coal sheds
are on Ry lease*

90% co.

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