



HARRY F. JOHNSON

JOHNSON LUMBER COMPANY

DAWSON

NEBRASKA

of course there may be more than that

The manner in which the sale is being made is for the stock owner to assign his stock to the Wymore National Bank or rather assign the stock to me c/o of the Bank with the understanding that I would make the purchase provided I receive a minimum of 51% of the stock. There were 469 shares in that were in shape to be transferred, and I purchased 400 in my name, 30 in Dorothea's name; and Carl purchased the balance. We are to pick up the balance of the stock shortly before Feb. 11th which is the deadline. for the stock to be turned in. Mr. Riley as well as Carl and myself made an examination of the stock certificates to see that they were all right. They know of approximately 100 additional shares that are coming in. Mother is going to take a portion of that additional, and Carl expresses a desire to take all that is left. I have never discussed with D. his taking an interest, and have made no decision as to my taking additional stock over control, and can decide that between now and when we take over the balance of the stock that comes in.

I discussed with Mr. Cumro and Judge Ellis the President and Secy. respectively as to who would serve on the Board of Directors and as to my compensation. They felt that that matter was entirely up to us, and would naturally expect us to have a majority on the Board. The present articles of Inc. call for nine directors and we were all in agreement that the number should be reduced to five with the idea that possibly Dorothea, Carl, and myself would make up the directorate along with two of our choosing from Wymore.

I feel rather badly that I did not get a signed statement from the President as to the assets, but Mr. Riley felt that it was unnecessary and as a matter of fact the President owns only three shares of stock. We also made an examination of the records as to those that held stock and found them to be as represented. After our examination I do not see how there can be a misrepresentation as to the assets.

I believe that I have covered the principal points of our trip. I went over the invoices of the past year and find that they received only two cars of lumber during the year and no shingles and both cars were what I would consider undesirable. They could not have had over \$6000 of strictly lumber sales which makes it all the more surprising that their sales were as great as they were. Both of these cars were loaded and shipped from a Omaha distributing yard. From the auditors report it does not indicate that their earnings were great, but I can see where they could be improved considerably as they were very inefficient in the operation of the business from my observation.