Federal Screw Works
Statement of Operations
(unaudited, in thousands, except per share)

	Second Quarter Ended December 31		Six Months Ended December 31	
	2015	2014	2015	2014
Net sales	$ 18,727	$ 13,899	$ 38,273	$ 29,316
Costs and expenses:				
Cost of products sold	17,096	13,093	34,786	27,402
Selling, general and administrative	870	861	1,756	1,739
Interest	220	163	432	311
Other (income) expense	(1)	(114)	(1)	(141)
	18,185	14,003	36,973	29,311
EARNINGS (LOSS) BEFORE FEDERAL INCOME TAXES	542	(104)	1,300	5
Federal income tax benefit	-	-	-	-
NET EARNINGS (LOSS)	$ 542	$ (104)	$ 1,300	$ 5
Total number of common shares outstanding	1,381,595	1,381,595	1,381,595	1,381,595
Net earnings (loss) per common share	$ 0.39	$ (0.08)	$ 0.94	$ 0.01

Federal Screw Works
Comparative Balance Sheets
(unaudited)

	December 31, 2015	June 30, 2015
Assets		
Current Assets		
Cash	$ 102,887	$ 284,543
Accounts receivable, net	10,370,326	10,903,004
Inventories:		
Finished products	3,149,713	2,803,514
In-process products	12,090,241	13,670,703
Raw materials and supplies	2,538,529	1,661,665
Total inventories	17,778,483	18,135,882
Prepaid expenses and other current assets	364,225	212,609
Assets held for sale	5,171	5,171
TOTAL CURRENT ASSETS	28,621,092	29,541,209
Other Assets		
Cash value of life insurance	1,945,658	1,908,658
Investments and other	151,141	169,067
	2,096,798	2,077,724
Property, Plant and Equipment		
Land	387,467	387,467
Buildings and improvements	11,822,547	11,831,704
Machinery and equipment	102,080,372	104,164,596
	114,290,386	116,383,767
Less accumulated depreciation	(93,733,008)	(94,577,967)
	20,557,378	21,805,800
	$ 51,275,268	$ 53,424,733

	December 31, 2015	June 30, 2015
Liabilities and Stockholders' Equity		
Current Liabilities		
Accounts payable	$ 6,660,699	$ 6,137,484
Payroll and employee benefits	1,618,029	2,298,498
Taxes, other than income taxes	616,632	787,012
Other accrued liabilities	485,441	396,497
Current portion of long-term debt	1,582,719	1,582,719
Current portion of post retirement benefits	991,927	991,927
TOTAL CURRENT LIABILITIES	11,955,448	12,194,137
Long-Term Liabilities		
Long-term debt	14,873,067	17,523,420
Employee benefits	750,342	769,778
Postretirement benefits	12,454,746	12,683,677
Pension benefits	8,721,971	9,113,672
Other liabilities	389,339	368,926
	37,189,465	40,459,473
Stockholders' Equity		
Common stock, $1 par value: authorized 2,000,000 shares; 1,381,595 shares outstanding	1,381,595	1,381,595
Additional capital	3,269,476	3,269,476
Retained earnings	18,506,741	17,206,653
Accumulated other comprehensive (loss)	(21,027,456)	(21,086,601)
	2,130,356	771,123
	$ 51,275,268	$ 53,424,733