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

	Third Quarter Ended March 31		Nine Months Ended March 31	
	2016	2015	2016	2015
Net sales	$ 19,967	$ 16,328	$ 58,240	$ 45,644
Costs and expenses:				
Cost of products sold	18,092	14,979	52,878	42,381
Selling, general and administrative	927	901	2,683	2,640
Interest	177	176	609	487
Other (income) expense	(863)	(47)	(864)	(188)
	18,333	16,009	55,306	45,320
EARNINGS BEFORE FEDERAL INCOME TAXES	1,634	319	2,934	324
Federal income tax benefit	-	-	-	-
NET EARNINGS	$ 1,634	$ 319	$ 2,934	$ 324
Total number of common shares outstanding	1,381,595	1,381,595	1,381,595	1,381,595
Net earnings per common share	$ 1.18	$ 0.22	$ 2.12	$ 0.23

Federal Screw Works
Comparative Balance Sheets
(unaudited)

	March 31, 2016	June 30, 2015
Assets		
Current Assets		
Cash	$ 274,702	$ 284,543
Accounts receivable, net	12,237,493	10,903,004
Inventories:		
Finished products	2,829,475	2,803,514
In-process products	11,544,503	13,670,703
Raw materials and supplies	2,332,106	1,661,665
Total inventories	16,706,084	18,135,882
Prepaid expenses and other current assets	346,415	212,609
Assets held for sale	5,171	5,171
TOTAL CURRENT ASSETS	29,569,865	29,541,209
Other Assets		
Cash value of life insurance	1,956,658	1,908,658
Investments and other	255,712	169,067
	2,212,370	2,077,724
Property, Plant and Equipment		
Land	387,467	387,467
Buildings and improvements	11,826,368	11,831,704
Machinery and equipment	104,895,714	104,164,596
	117,109,550	116,383,767
Less accumulated depreciation	(94,672,809)	(94,577,967)
	22,436,741	21,805,800
	$ 54,218,975	$ 53,424,733

	March 31, 2016	June 30, 2015
Liabilities and Stockholders' Equity		
Current Liabilities		
Accounts payable	$ 7,321,747	$ 6,137,484
Payroll and employee benefits	2,411,035	2,298,498
Taxes, other than income taxes	666,387	787,012
Other accrued liabilities	574,883	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	13,548,698	12,194,137
Long-Term Liabilities		
Long-term debt	15,099,444	17,523,420
Employee benefits	740,624	769,778
Postretirement benefits	12,341,256	12,683,677
Pension benefits	8,371,060	9,113,672
Other liabilities	324,411	368,926
	36,876,795	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	20,140,294	17,206,653
Accumulated other comprehensive (loss)	(20,997,884)	(21,086,601)
	3,793,481	771,123
	$ 54,218,975	$ 53,424,733