



Peat Marwick

Certified Public Accountants

SHOOK, HARDY & BACON

Special Account

March 31, 1989

(With Independent Auditors' Report Thereon)

LG 2009617



Peat Marwick

Certified Public Accountants

Peat Marwick Main & Co.
1600 Commerce Bank Building
P.O. Box 13127
Kansas City, MO 64199

INDEPENDENT AUDITORS' REPORT

Shook, Hardy & Bacon
Special Account
Kansas City, Missouri 64106

Gentlemen:

We have audited the accompanying statement of cash receipts and disbursements of the Special Account for the year ended March 31, 1989. This statement is the responsibility of the Special Account's Administrator. Our responsibility is to express an opinion on this statement based on our audit.

In our opinion, the statement referred to above presents fairly, in all material respects, the cash transactions of the Special Account for the year ended March 31, 1989.

Peat Marwick Main & Co.

June 27, 1989

LG 2009618

SHOOK, HARDY & BACON

Special Account

Statement of Cash Receipts and Disbursements
for the Twelve Months Ended March 31, 1989

Cash in Bank - April 1, 1988	\$ <u>21,116.41</u>
Receipts:	
Assessments to companies:	
American Brands, Inc.	60,000.00
Brown & Williamson Tobacco Co.	60,000.00
Lorillard	70,000.00
Philip Morris, Inc.	60,000.00
R. J. Reynolds Tobacco Co.	<u>60,000.00</u>
Liggett Group Inc.	<u>370,000.00</u>
Total receipts	<u>391,116.41</u>
Disbursements:	
Consultation fees, expenses and special project funding:	
Able-Lands, Inc.	2,110.50
Atmospheric Health Sciences	2,786.26
Domingo Aviado	75,000.00
Dr. Richard Hickey	12,000.00
Dr. Gary Huber	135,740.65
Dr. Samuel B. Lehrer	2,043.01
Dr. Marvin Kastenbaum	13,647.00
Mr. Nathan Mantel	10,000.00
Dr. Albert Niden	14,000.00
Peat Marwick Main & Co.	1,300.00
Dr. R. Rylander	5,610.00
Dr. Carl Seltzer	32,500.00
Mr. J. B. Spalding	11,125.00
Theodor D. Sterling, Ltd.	<u>6,000.00</u>
Total disbursements	<u>323,862.42</u>
Cash in Bank - March 31, 1989	\$ <u><u>67,253.99</u></u>