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WILSIL

LIMITED

BEEF AND PORK

P A C K E R S

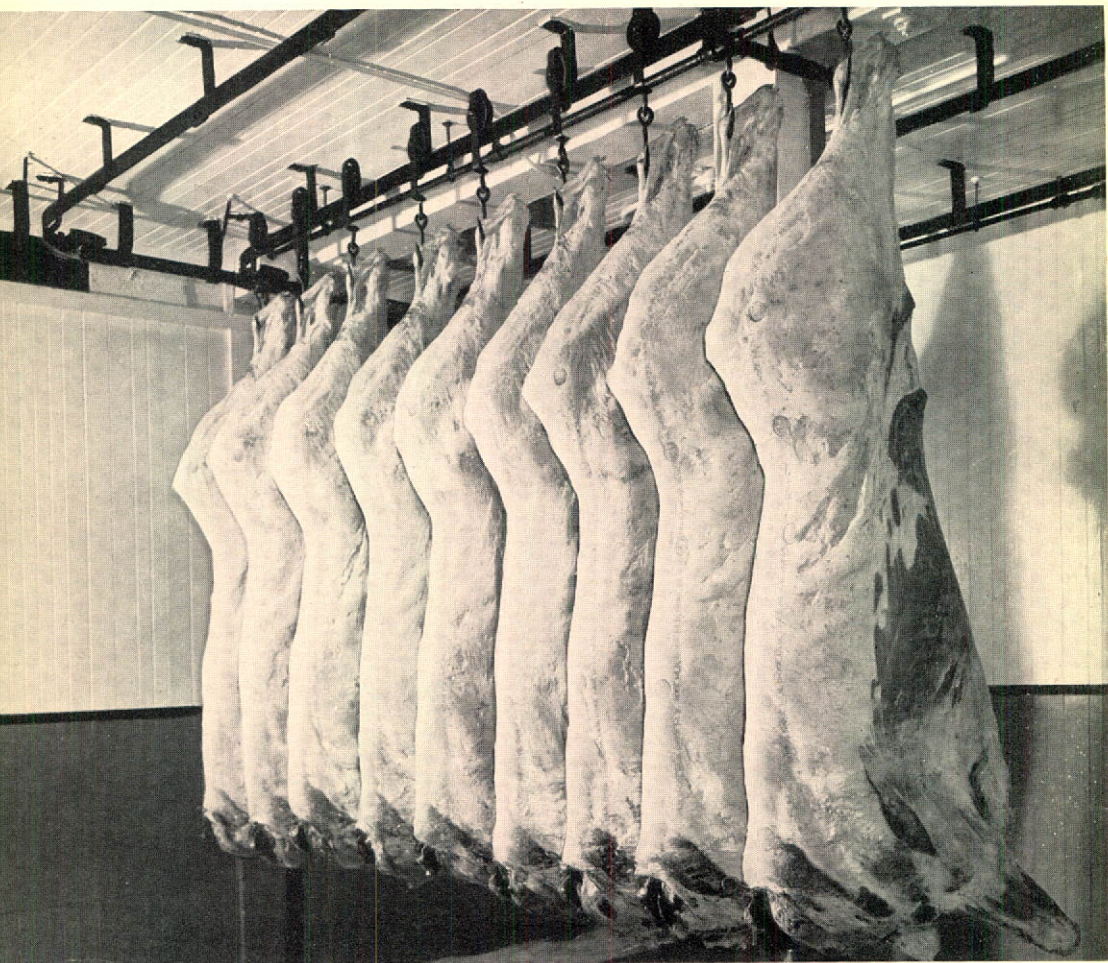
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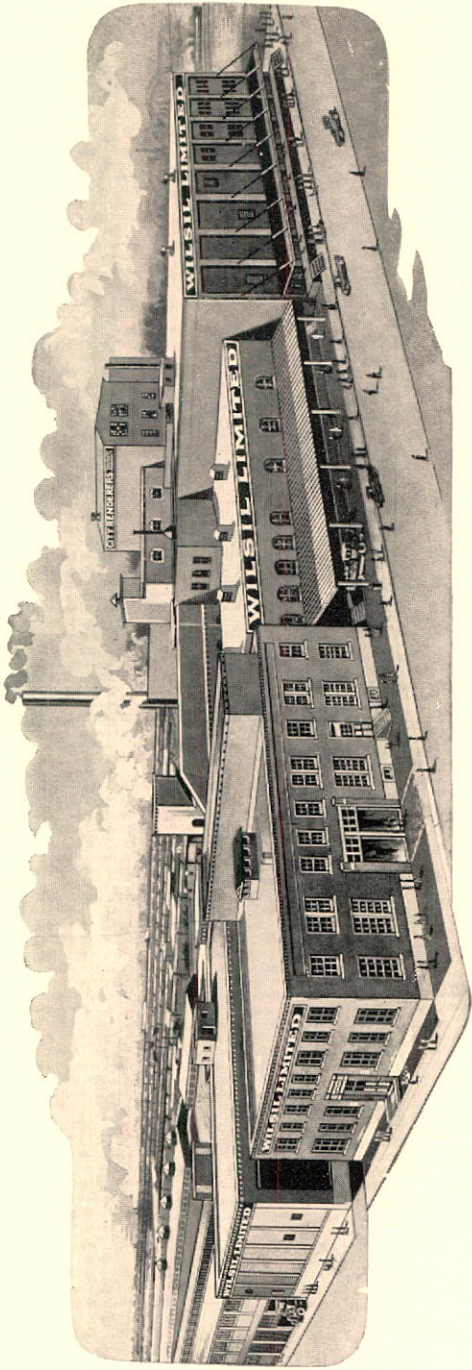
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MCGILL UNIVERSITY



A and B Branded Beef

Slicing and packaging bacon





W I L S I L L I M I T E D

1239 Mill Street

M O N T R E A L

D I R E C T O R S

ROBERT W. JAMESON

F. K. MORROW

JEAN PAUL ST. LAURENT, LL.L.

A. D. S. McCRAE

HENRY MacEWAN

G. A. MORRIS

HARRY GILLHAM

A. R. DUCKETT

O F F I C E R S

F. K. MORROW - - - - - Chairman of the Board

HENRY MacEWAN - - - - - President

HARRY GILLHAM - - - Vice-President and General Manager

A. D. S. McCRAE - - - - - Vice-President

A. R. DUCKETT - - - - - Vice-President

J. R. LAVIGUEUR - - - - - Secretary-Treasurer

T r a n s f e r A g e n t

MONTREAL TRUST COMPANY, Montreal, Que., and Toronto, Ont.

R e g i s t r a r s

CANADIAN TRUST COMPANY, Montreal, Que.

CHARTERED TRUST & EXECUTOR COMPANY, Toronto, Ont.

B a n k e r s

BANK OF TORONTO

DIRECTORS' REPORT

For Year Ended December 31st, 1948

April 11th, 1949.

Your Directors present, herewith, the Balance Sheet, Statement of Profit and Loss and the Auditors' Report for the financial year ended December 31st, 1948.

Profits, after Depreciation and Income and Excess Profits Taxes, amounted to \$248,459.25.

Provision for Income and Excess Profits Taxes amounted to \$246,593.44.

The total Dividends paid during the year amounted to \$135,700.00—being four quarterly dividends of Twenty-five cents each.

Proper provision for depreciation has been made for the year and the Company's plants, now carried on the books at the depreciated value of \$848,611.85, have been maintained in first-class operating condition.

We give below a comparative statement of earnings:

	OPERATING PROFIT	DEPRECIATION	GROSS INCOME TAX	REFUND- ABLE PORTION	NET PROFIT	EARNED PER SHARE
1936	\$334,747	\$67,555	\$47,006	—	\$220,186	\$1.62
7	331,270	53,131	48,674	—	229,465	1.69
8	317,222	35,780	49,252	—	232,190	1.71
9	402,629	36,683	66,109	—	299,837	2.21
40	379,128	39,581	137,000	—	202,547	1.49
1	413,795	46,290	175,000	—	192,505	1.42
2	376,851	47,230	147,326	117	182,412	1.34
3	385,113	48,832	151,716	119	184,684	1.36
4	438,429	51,569	184,167	5,149	207,842	1.53
5	558,584	53,531	299,720	26,662	231,995	1.70
6	609,096	54,817	310,661	336	243,954	1.79
7	529,892	58,059	230,525	—	241,308	1.77
8	567,389	72,336	246,593	—	248,459	1.83

The Packing House Industry has entered a period of downward adjustment, and to provide against a possible decline in prices of Inventory Stocks, the Directors have deemed it advisable to increase the inventory reserve by \$180,000.00, making the reserve now \$600,000.00. Full income and excess profits taxes on same have been paid. This accumulated reserve or any part thereof not being required for inventory protection will be available in the future for transfer to Surplus account.

During the year, the plant killing and processing facilities were fully employed and output materially increased.

Labour conditions were excellent, working smoothly and efficiently.

Hog receipts during the early part of the year were substantially greater than in the same period of 1947, but there was a considerable decline in the latter part of the year. The total Hog Gradings for the full year, however, were on a par with 1947, as shown in the statistics supplied in this report.

Hog marketings in the early months of 1949 show a heavy decline from the same period of 1948, but expectations are that this shortage may be offset by heavier runs in the latter months of the year.

In August, Canadian live cattle and dressed beef were allowed entry into the United States. This caused a marked increase in prices of Canadian Cattle and prevented the usual heavy downward trend of fall prices. All grades were in demand in the U.S. markets and live cattle, calves and dressed beef to an approximate 445,000 head were exported.

These marketings of record proportions, coupled with an increased Canadian consumption, cannot be maintained without depleting Canadian stocks on the farms. It is anticipated, exports in 1949 will be on a reduced scale. To meet the increased demand, it will require increased production on the part of Canadian Breeders and Feeders on a large scale. This should be very advantageous, as they are assured of a market for all they can produce.

Since the beginning of the year there has been a price reaction downwards in both the Canadian and U.S. Markets and where the levelling off will stop cannot be predicted.

Inspected slaughter of cattle in Canada in 1948 was 1,485,360 as compared with 1,304,166 in 1947.

We have again to commend the work of the Plant's Safety Committee, and congratulate them on a truly remarkable performance. The lost-time accidents in the Plant during 1948 are at a record low.

Your Directors record their deep sense of loss in the passing away on May 14th, 1948, of Mr. George Wright, who for the past eight years was President of the Company. A man of high integrity and whose outstanding capabilities in the service of the Company will be greatly missed by the Directors and Officers.

The Directors wish to express their appreciation of the loyal and efficient services of all the Company's employees.

A Health Insurance Scheme was inaugurated during the year, enabling employees to protect themselves against heavy hospital expenses and loss of income from sickness.

On behalf of the Directors.

F. K. MORROW,
Chairman of the Board.

HENRY MacEWAN,
President.

W I L S I L
AND SUBSIDIARIES

Consolidated Balance Sheet

ASSETS

Current Assets:

Cash.....	\$ 175,566.38	
Accounts receivable, less reserve.....	1,525,558.94	
Inventories of products, materials and supplies—quantities, condition and prices determined and certified by the management and valued at the lower of cost or market.....	1,821,411.67	
Dominion of Canada Bonds—pledged.	6,000.00	\$3,528,536.99

Refundable portion of excess profits tax.		32,266.74
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Fixed Assets:

Buildings, machinery and equipment at depreciated replacement value as certified by Canadian Appraisal Company, Limited, December 18, 1928, and subsequent additions at cost.....	\$ 1,746,500.37	
Less: Depreciation reserve.....	897,888.52	848,611.85

Prepaid expenses.....		30,947.99
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Goodwill.....		1.00
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		\$4,440,364.57
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Approved on behalf of the Board:

G. A. MORRIS, Director.
HENRY MacEWAN, Director.

L I M I T E D
RY COMPANIES

et as at December 31, 1948

LIABILITIES

Current Liabilities:		
Bank overdraft.....	\$ 515,084.15	
Accounts payable and accruals.....	325,587.32	
Provision (less payments) for income taxes.....	162,173.70	
Dividend payable January 3, 1949....	33,925.00	
	<hr/>	\$1,036,770.17
Reserve for Inventories.....		600,000.00
Capital Stock:		
Common—without nominal or par value		
Authorized—200,000 shares.		
Issued —135,700 shares.....		1,027,000.00
Earned Surplus—statement attached.....		1,776,594.40
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		<u>\$4,440,364.57</u>

Submitted with our accompanying Report dated March 22, 1949.

P. S. ROSS & SONS,
Chartered Accountants.

Montreal, Que.

WILSIL LIMITED
AND SUBSIDIARY COMPANIES

**Consolidated Statement of Profit and Loss and Earned Surplus
for the fifty-three-week period ended December 31, 1948**

Profit from operations, before providing for depreciation and taxes on income.....	\$	567,388.91
Deduct: Provision for depreciation....	\$	72,336.22
Provision for income taxes....		246,593.44
		318,929.66
Net profit for the period.....	\$	248,459.25
Surplus, December 27, 1947.....		1,663,835.15
		\$1,912,294.40
Dividend on capital stock of Wilsil Limited—135,700 shares at \$1.00.....		135,700.00
Surplus, December 31, 1948.....		\$1,776,594.40

Submitted with our accompanying Report dated March 22, 1949.

P. S. ROSS & SONS,

Chartered Accountants.

Montreal, Que.

Montreal, Que., March 22, 1949.

Montreal, Que., March 22, 1949.

AUDITORS' REPORT
TO THE SHAREHOLDERS

Wilsil Limited,
Montreal, Que.

We have made an examination of the accompanying balance sheet of Wilsil Limited as at December 31, 1948, and the related statement of profit and loss and surplus for the fifty-three-week period ended that date. In connection therewith we have examined or tested accounting records of the Company and other supporting evidence but we did not make a detailed audit of the transactions. We have received all the information and explanations we have required. Other independent auditors have certified the financial statements of the Company's branch outside of Canada, and the financial statements of such branch have been incorporated in the accompanying financial statements on the basis of the statements so certified.

We report that, in our opinion, based on our examination and upon the certificate of the other independent auditors referred to above, the accompanying balance sheet and related statement of profit and loss and surplus are properly drawn up so as to exhibit a true and correct view of the affairs of the Company at December 31, 1948, and the result of its operations for the period ended that date, according to the best of our information and the explanations given to us and as shown by the books of the Company.

P. S. ROSS & SONS,
Chartered Accountants.



Cutting hogs into the finished product

TOTAL CANADA HOG GRADINGS

CALENDAR YEAR	EASTERN CANADA	WESTERN CANADA	TOTAL
1926	1,644,940	1,109,565	2,754,505
1927	1,770,949	1,077,439	2,848,388
1928	1,699,184	1,140,966	2,840,150
1929	1,491,889	1,230,999	2,722,888
1930	1,228,871	1,111,865	2,340,736
1931	1,329,268	1,326,012	2,655,280
1932	1,555,697	1,586,173	3,141,870
1933	1,556,807	1,628,397	3,185,204
1934	1,324,634	1,713,521	3,038,155
1935	1,360,801	1,608,510	2,969,311
1936	1,879,392	1,866,106	3,745,498
1937	2,125,731	1,800,579	3,926,310
1938	1,989,911	1,249,887	3,239,798
1939	2,082,490	1,618,571	3,701,061
1940	2,797,458	2,652,168	5,449,626
1941	2,853,793	3,362,414	6,216,207
1942	2,473,843	3,754,320	6,228,163
1943	2,656,066	4,491,480	7,147,546
1944	3,078,011	5,588,419	8,666,430
1945	2,484,192	3,362,037	5,846,229
1946	2,346,455	2,088,995	4,435,450
1947	2,901,597	1,854,374	4,755,971
1948	2,935,039	1,832,821	4,767,860

WILSIL



Frankfurters

PRODUCT OF CANADA

WILSIL



Smoked Pork Butt

PRODUCT OF CANADA



WILSIL



Pork Sausage

WILSIL LIMITED MONTREAL

WILSIL



Breakfast Bacon

PRODUCT OF CANADA





PRODUCT OF CANADA

WILSIL
SUGAR CURED
HAM



WILSIL LIMITED MONTREAL

