

1952

ACADIA-ATLANTIC SUGAR REFINERIES LIMITED

AND ITS WHOLLY OWNED SUBSIDIARIES, ATLANTIC SUGAR
REFINERIES LIMITED AND ATLANTIC-ACADIA
SUGAR SALES COMPANY LIMITED

To the Shareholders of Acadia-Atlantic Sugar Refineries Limited:

Your Directors submit herewith the Consolidated Balance Sheet and Consolidated Statement of Income and Expenditure and Earned Surplus of your Company and its subsidiaries, Atlantic Sugar Refineries Limited and Atlantic-Acadia Sugar Sales Company Limited, for the year ended 31st December, 1952.

The net profit for the year, after providing for interest in the amount of \$124,812.50 on the Company's funded debt, depreciation on the Company's plants of \$264,038.20 and Dominion and Provincial taxes in the amount of \$1,154,247.27 amounted to \$922,059.07 after transferring \$40,000.00 to Reserve for decline in Inventory Values.

During the year bonds in the amount of \$175,000 face value were retired; \$378,596.07 (net) was expended on Capital Improvements to the Company's manufacturing facilities and dividends in the total amount of \$810,000 were paid on the Preferred, Class "A" and Common shares of the Company. Net Working Capital as of December 31, 1952 amounted to \$6,547,247.96. Investments in marketable securities, carried at \$840,568.28 at December 31, 1952, had a market value of \$926,145.00 as at that date.

The decline in world raw sugar values, which took place during the latter half of 1951, continued throughout 1952, though at a slower rate and in a lesser overall amount. Nevertheless, the continuing decline again necessitated the absorbing of substantial inventory losses during the year. Further, the low price of raw sugar enabled Cuban Refineries to ship refined cane sugar into Canada on a competitive basis, thus restricting in some measure the market for your Company's products as well as for those of other Canadian refineries. And, in addition, the rate of Federal and Provincial taxes was again increased, further reducing the net profits of the Company.

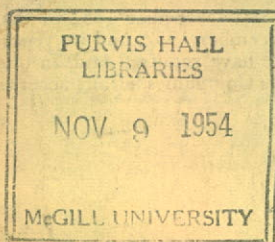
Despite these adverse factors, net profits for the year were greater than for 1951 and given reasonably stable raw material values, it can be expected that the results for 1953 will show further improvement.

The Directors again gratefully acknowledge the loyal and efficient service rendered by everyone throughout the entire organization.

On behalf of the Board of Directors,

J. A. GAIRDNER,
President.

Toronto, March 27, 1953.



ACADIA-ATLANTIC SUGAR

AND ITS WHOLLY OWNED SUBSIDIARIES
AND ATLANTIC-ACADIA SUGAR

Consolidated Balance Sheet

ASSETS

FIXED ASSETS:

Land, Buildings, Wharves, Plant Equipment, Furniture and Fixtures; of the Parent Company based on an appraisal made by Canadian Appraisal Company Limited as at 7th October 1939 with subsequent additions at cost; and of Subsidiary Company at cost	\$11,203,747.33	
Less Reserves for Depreciation	5,728,080.04	\$ 5,475,667.29

CURRENT ASSETS:

Cash in Banks and on Hand	\$ 1,357,373.90	
Accounts Receivable	1,971,807.25	
Realizable Securities (Market Value \$926,145.00)	840,568.28	
Inventories as determined and certified to by the Management and valued at the lower of Cost or Market	3,393,728.73	7,563,478.16

DEFERRED CHARGES:

Unexpired Insurance, Prepaid Expenses, etc.		111,233.91
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GOODWILL, ETC.:

Excess of Cost over Book Value of Shares of Subsidiary at date of acquisition ..	\$ 8,140,000.00	
Goodwill	1.00	8,140,001.00

\$21,290,380.36

CONSOLIDATED STATEMENT OF INCOME FOR THE YEAR ENDED 31st DECEMBER 1952

Net Earnings from Operations	
Income from Investments and Deposits	
Miscellaneous Income	
Deduct: Depreciation Provisions	
Interest on Bonds	
Deduct: Provision for Income Taxes	
Net Profit before providing Inventory Reserve	
Deduct: Reserve for decline in Inventory Values	
Earned Surplus for the year	
Balance of Earned Surplus brought forward from 31st December 1951	
Deduct: Additional Income Taxes of previous years	
Dividends declared in 1952:	
On 5% Preference Shares	
On Class "A" Shares	
On Common Shares	
Balance of Consolidated Earned Surplus at 31st December 1952	

AUDITED

To the Shareholders of Acadia-Atlantic Sugar Refineries Limited:

We have examined the above Consolidated Balance Sheet as at 31st December 1952 of the Acadia-Atlantic Sugar Refineries Limited and its wholly owned subsidiaries, and we report that our examination has disclosed no material misstatements in the consolidated financial statements. We have obtained all the information and explanations which we have required and, in our opinion, the consolidated financial statements are properly drawn up so as to exhibit a true and correct view of the state of the Companies' affairs according to the requirements of the Companies Act.

Toronto, 12th March 1953.

AR REFINERIES LIMITED

ATLANTIC SUGAR REFINERIES LIMITED
R SALES COMPANY LIMITED

et at 31st December 1952

LIABILITIES

FIRST MORTGAGE AND COLLATERAL TRUST BONDS:

3% Serial Bonds, Maturing 1953/55	\$ 525,000.00	
3¾% Sinking Fund Bonds, Maturing 1965	2,850,000.00	\$ 3,375,000.00

CURRENT LIABILITIES:

Trade Creditors and Accrued Charges	\$ 284,013.48	
Federal and Provincial Income Taxes	567,216.72	
Dividend on Class "A" Shares payable 2nd January 1953	90,000.00	
Dividend on Common Shares payable 2nd January 1953	75,000.00	1,016,230.20

RESERVES:

For Properties	\$ 1,206,999.23	
For Decline in Inventory Values	140,000.00	1,346,999.23

CAPITAL AND SURPLUS:

5% Cumulative Redeemable Preference Shares		
Authorized — 75,000 Shares of \$100.00 each		
Issued and Outstanding — 30,000 Shares	\$ 3,000,000.00	
Class "A" \$1.20 Cumulative Preferential Shares		
Authorized — 600,000 Shares of no par value		
Issued and Outstanding — 300,000 Shares	200,000.00	
Common Shares		
Authorized — 1,000,000 Shares of no par value		
Issued and Outstanding — 600,000 Shares	100,000.00	
	\$ 3,300,000.00	
Distributable Surplus	735,000.00	
Capital Surplus	1,529,585.17	
Earned Surplus	9,987,565.76	15,552,150.93
		<u>\$21,290,380.36</u>

EXPENDITURE AND EARNED SURPLUS 31st DECEMBER 1952

	\$ 2,460,583.12	
	39,614.71	
	4,959.21	\$ 2,505,157.04
	\$ 264,038.20	
	124,812.50	388,850.70
		\$ 2,116,306.34
		1,154,247.27
ve	\$ 962,059.07	
	40,000.00	
	\$ 922,059.07	
ember 1951	\$ 9,879,081.64	
	3,574.95	9,875,506.69
		\$10,797,565.76
	\$ 150,000.00	
	360,000.00	
	300,000.00	810,000.00
1952	\$ 9,987,565.76	

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ar Refineries Limited and its wholly owned subsidiaries, and the accompanying Consolidated Statement of
ts as Auditors have been complied with.
nsolidated Balance Sheet and Consolidated Statement of Income and Expenditure and Earned Surplus are
formation and explanations given us and as shown by the books of the Companies on 31st December 1952.

VICEON & COMPANY,
Chartered Accountants.

ACADIA-ATLANTIC SUGAR REFINERIES LIMITED

OFFICERS AND DIRECTORS

J. A. Gairdner, Toronto.....	President and Chairman of the Board
Hon. Salter A. Hayden, Q.C., Toronto.....	Vice-President and Secretary
Lewis J. Seidensticker, Montreal.....	Managing Director
R. O. Bull, Toronto.....	Director
J. C. H. Dussault, Q.C., Montreal.....	Director
H. M. Long, Montreal.....	Director
D. H. McDougall, Montreal.....	Director
R. Howard Webster, Westmount.....	Director
E. P. Taylor, Toronto.....	Director
Hon. D. L. MacLaren, P.C., St. John.....	Director
A. P. Beaulieu, Montreal.....	Assistant Secretary and Treasurer