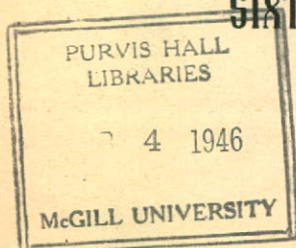


**GYPSUM, LIME  
AND  
ALABASTINE,  
CANADA, LIMITED**



**SIXTEENTH ANNUAL REPORT  
1942**





## BOARD OF DIRECTORS

COLONEL THE HON. HENRY COCKSHUTT—Chairman

GEORGE A. DOBBIE

J. R. INKSATER

J. E. McCONNELL

S. G. DIXON, K.C.

C. GORDON COCKSHUTT

P. P. TYLER

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GEORGE A. DOBBIE	-	-	President
J. E. McCONNELL	-	-	Vice-President
C. GORDON COCKSHUTT	-	-	Vice-President
P. P. TYLER	-	-	Managing Director
F. ANDREWS	-	-	Comptroller and Treasurer
S. H. J. REID	-	-	Secretary

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Bankers  
BANK OF MONTREAL

Transfer Agent  
MONTREAL TRUST COMPANY, TORONTO

Registrar  
NATIONAL TRUST COMPANY, LIMITED, TORONTO

Auditors  
CLARKSON, GORDON, DILWORTH AND NASH

# GYPSUM, LIME AND ALABASTINE,

CANADA, LIMITED

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To the Shareholders :

Your Directors have pleasure in presenting herewith the Sixteenth Annual Report, Consolidated Balance Sheet and Profit and Loss Statement for the fiscal year ended November 30th, 1942.

It is gratifying to note that net earnings have again increased and that the steady improvement recorded in each of the past several years has been maintained. Operations for the year after providing for interest on Funded Debt, Depreciation and Depletion, but before making provision for taxes, resulted in a profit of \$725,115.55 or \$1.65 per share. Provision for Income and Excess Profits Taxes requires a deduction of \$461,361.10 or \$1.05 per share, leaving a net addition to Surplus Account of \$263,754.45. The final net profit of .60c. per share compares with .53c. per share earned the previous year.

The increase in the volume of business was due largely to the construction of buildings for war purposes and demand for the Company's industrial products. Properties and plants have been kept at a high standard of efficiency. The Reserve for Depreciation and Depletion has been increased by \$309,609.24.

For Sinking Fund purposes Company Bonds totalling \$205,000.00 were purchased, including \$20,500.00 of the Bonds of the Standard Lime Company.

No major individual Capital Expenditures were made during the year; the total outlay of \$58,396.09 consisted of

the installation of mechanical equipment which to a limited extent offset the increasing cost of materials and labour. The exigencies of war presented many trying manufacturing problems but your Directors are pleased to report that all orders were shipped with reasonable despatch.

It is expected that the volume of business for the first six months of 1943 will compare favourably with the corresponding period of 1942. Prospects for the balance of the year, however, are unpredictable owing to drastic restrictions on private building construction and the possible completion of the War-Time Housing programme. Furthermore, because of the serious shortage of man-power, occasional interruptions in plant and mill operations must be anticipated.

The loyal and efficient co-operation of the Executive Officers, Managers and Employees throughout the year is gratefully acknowledged.

Submitted on behalf of the Board of Directors.

H. COCKSHUTT,  
Chairman of the Board.

# CONSOLIDATED GYPSUM, LIME AND ALA

And Its Wholly  
STANDARD LIME C

30th Novem

**CURRENT:**

**ASSETS**

Cash on hand and in banks .....		\$ 433,432.09
Accounts and bills receivable (less reserve) .....		677,901.25
Inventories as determined and certified by the management:		
Rock mined and goods manufactured and in process valued at cost .....	\$ 276,187.02	
Manufacturing supplies and merchandise at the lower of cost or market .....	543,519.87	819,706.89
		<u>\$1,931,040.23</u>

**DEFERRED:**

Machinery supplies and repair parts .....	\$ 154,637.20	
Sundry prepaid charges .....	90,771.21	245,408.41
		<u>245,408.41</u>

**INVESTMENTS:**

Dominion of Canada bonds at cost .....	\$ 250,000.00	
Life insurance cash surrender value .....	64,396.50	
Mortgages .....	7,551.28	321,947.78
		<u>321,947.78</u>
Investment in subsidiary company (less written off).....		1.00

**CASH IN HANDS OF TRUSTEES FOR BONDHOLDERS** 40,402.31

**POST-WAR REFUND UNDER THE EXCESS PROFITS TAX ACT** 28,638.90

**FIXED:**

Revalued and written down by the management as of 30th November 1934 with subsequent additions at cost:		
Land and buildings (freehold and leasehold), machinery and equipment .....	\$4,294,194.20	
Mines, mine development and quarries .....	1,806,050.43	
	<u>\$6,100,244.63</u>	
Less reserves for depreciation and depletion.....	1,710,367.77	4,389,876.86

Approved on behalf of the Board.

H. COCKSHUTT, Director.  
GEORGE A. DOBBIE, Director.

\$6,957,315.49

# BALANCE SHEET

## BASTINE, Canada, Limited

Owned Subsidiary

COMPANY, LIMITED

Number, 1942

### LIABILITIES

#### CURRENT:

Accounts payable and accrued charges .....		\$ 365,099.98
Accrued interest on bonds .....		40,401.88
Sundry taxes .....		35,598.26
Dominion income and excess profits taxes.....	\$ 486,065.49	
Less taxes paid on account of 1942.....	200,000.00	286,065.49
		<u>\$ 727,165.61</u>

RESERVE FOR CONTINGENCIES ..... 125,000.00

#### FUNDED DEBT:

Gypsum, Lime and Alabastine, Canada, Limited

First mortgage 5½% sinking fund gold bonds due 1st  
March 1948, authorized and issued .....\$4,000,000.00

Less: Bonds redeemed and cancelled.....\$ 383,500.00  
Bonds purchased and held by the  
company ..... 1,138,000.00 1,521,500.00  
\$2,478,500.00

Note: Sinking fund payments of \$121,092.50 each, due  
annually 1933 to 1942, have not been made.

Standard Lime Company, Limited

First mortgage 6% sinking fund gold bonds due 1st  
September 1944, authorized and issued .....\$ 600,000.00  
Less bonds redeemed and cancelled..... 178,500.00

\$ 421,500.00 2,900,000.00

Note: Standard Lime Company, Limited has also out-  
standing \$560,000 6½% sinking fund gold debentures due 1st September 1939, all of which are  
owned by Gypsum, Lime and Alabastine, Canada,  
Limited.

#### CAPITAL:

Authorized 500,000 common shares of no par value  
Issued 440,043 shares .....\$2,200,215.00

EARNED SURPLUS as per profit and loss account attached 1,004,934.88 3,205,149.88

\$6,957,315.49

**GYPSUM, LIME AND ALABASTINE,  
CANADA, LIMITED**

And Its Wholly Owned Subsidiary  
**STANDARD LIME COMPANY, LIMITED**

**CONSOLIDATED PROFIT AND LOSS ACCOUNT**

For the Year ended 30th November, 1942

MANUFACTURING PROFIT, before de- preciation .....		\$1,720,609.35
DEDUCT:		
Selling, administrative and sundry expenses .....	\$481,150.19	
Executive salaries and legal fees .....	30,316.44	
Remuneration of directors .....	11,766.60	523,233.23
		\$1,197,376.12
Add interest on investments .....		4,362.32
		\$1,201,738.44
DEDUCT:		
Interest on funded debt:		
Gypsum, Lime and Alabastine, Canada, Limited .....	\$141,210.74	
Standard Lime Company, Limited.....	25,802.91	
		\$167,013.65
Depreciation and depletion .....	309,609.24	476,622.89
NET PROFIT FOR THE YEAR, before taxes .....		\$ 725,115.55
PROVISION FOR INCOME AND EXCESS PROFITS TAXES .....		
Less refundable portion thereof.....	\$490,000.00 28,638.90	461,361.10
NET PROFIT FOR YEAR AFTER TAXES		\$ 263,754.45
EARNED SURPLUS 30th NOVEMBER,		
1941 .....	\$810,065.67	
DEDUCT fixed assets written off .....	68,885.24	741,180.43
EARNED SURPLUS 30th NOVEMBER, 1942 .....		\$1,004,934.88



# AUDITORS' REPORT TO THE SHAREHOLDERS

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We have made an examination of the accounts of Gypsum, Lime and Alabastine, Canada, Limited as at 30th November 1942. In connection therewith we examined or tested the accounting records of the company and obtained all the information and explanations we required from officers and employees; we also made a general review of the accounting methods and of the operating and income accounts for the year, but we did not make a detailed audit of the transactions. We received a balance sheet of Standard Lime Company, Limited as at 30th November 1942 and related statement of profit and loss, audited by Messrs. Riddell, Stead, Graham & Hutchison, Chartered Accountants, and the assets and liabilities and operating results of that company as shown therein have been included in the above consolidated balance sheet and the accompanying consolidated profit and loss statement.

Subject to the foregoing, and to the sufficiency of the reserve for depreciation, we report that in our opinion the above consolidated balance sheet and related statements of consolidated profit and loss and surplus have been drawn up in accordance with accepted principles of accounting, so as to exhibit a true and correct view of the state of the companies' affairs at 30th November 1942 and of the results of the operations for the year, according to the best of our information and the explanations given us and as shown by the books.

CLARKSON, GORDON, DILWORTH and NASH,  
Chartered Accountants.

Toronto, Canada,  
10th February 1943.

## HEAD OFFICE

Paris, Ontario.

## GENERAL SALES OFFICE

Gypsum House—50 Maitland Street  
Toronto, Ont.

## BRANCH OFFICES

905 University Tower Bldg. Montreal, Que.	509 Richards Street Vancouver, B.C.
Winnipeg, Man.	

## MILLS, MINES and QUARRIES

GYPSUM, LIME and ALABASTINE,  
Canada, Limited

Caledonia, Ont.	Gypsumville, Man.
Montreal East, Que.	Hespeler, Ont.
Winnipeg, Man.	Beachville, Ont.
New Westminster, B.C.	Scarborough, Ont.
Calgary, Alta.	Milton, Ont.
Falkland, B.C.	Paris, Ont.
Baddeck, N.S.	

## STANDARD LIME COMPANY, LIMITED

Joliette, Que.	St. Marc, Que.
Ste. Emelie, Que.	Montreal, Que.



