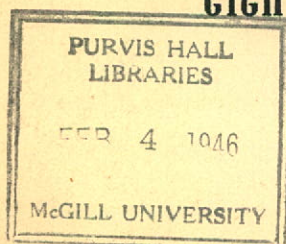


**GYP SUM, LIME**  
**AND**  
**ALABASTINE,**  
**CANADA, LIMITED**



**EIGHTEENTH ANNUAL REPORT**  
**1944**





# BOARD OF DIRECTORS

GEORGE A. DOBBIE

J. E. McCONNELL	S. G. DIXON, K.C.
C. GORDON COCKSHUTT	P. P. TYLER
R. A. BRYCE	W. H. COOPER

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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 submit herewith the Eighteenth Annual Report of the Company's affairs, together with the consolidated balance sheet and profit and loss statement for the year ended November 30th, 1944.

After allowance for all charges, including \$297,759.07 for depreciation and depletion, but before income taxes, net earnings amounted to \$428,215.31 or 97 cents per share. Tax provision, however, requires a deduction of \$189,000.00 or 43 cents per share, resulting in a net addition to Surplus Account of \$239,215.31 or 54 cents per share.

Expenditures on Capital Account amounted to \$314,604.92, a considerable portion of this being required to implement an agreement entered into April 22nd, 1925 for the purchase of the property on which our Montreal East plant is located.

The funded debt of the parent company was further reduced by the purchase of bonds amounting to \$66,000.00, for sinking fund purposes, and in addition the outstanding bonds of the Standard Lime Company, Limited, amounting to \$360,000.00, having matured, were retired.

A major project undertaken during the year was the diversion of the River Thames, which flows through our Beachville property. This was necessary to not only protect our plant and operations against recurring flood losses, but also to make available, according to engineers' conservative estimates, an additional ten years supply of limestone.

In June we suffered a severe loss when our New Westminster plant was totally destroyed by fire. In order to maintain and improve our leading position on the Coast, we have now under construction a larger and more modern plant, designed for efficient and economical operation. This new plant and the further modernization of our Montreal East plant, both strategically located, together with an additional

rockwool manufacturing unit at Caledonia, so urgently needed to meet the heavy and growing demand for this type of insulation, will place our company in a strong position to participate in a larger way in postwar domestic and export business.

However, the existing manpower and material shortages and uncontrollable mounting costs, with no compensating returns on account of the established ceiling on selling prices, continue to present serious problems with regard to profitable operations. Nevertheless with the above mentioned additional and more modern manufacturing facilities we face the future with confidence.

The company suffered a very real loss through the death of Colonel the Honourable H. Cockshutt, Chairman of the Board, and J. R. Inksater, a member of the Board of Directors.

Colonel Cockshutt in the dark days of the company's history courageously met the then existing conditions, to successfully maintain a continuity and a progressive expansion of our operations.

Mr. Inksater rendered valued services as a Director for a period of many years. His counsel, advice and business experience were called upon and always unstintingly given.

The Directors are pleased to acknowledge and express their appreciation for the continued loyal and efficient cooperation of the Company's personnel throughout the year.

Submitted on behalf of the Board of Directors.

GEORGE A. DOBBIE,  
President.

# CONSOLIDATED GYPSUM, LIME AND ALA

and its wholly-owned  
**STANDARD LIME CO.**  
(Incorporated under The Law of Ontario)

30th November 1934

## ASSETS

### CURRENT:

Cash on hand and in banks .....	\$	306,775.76
Dominion of Canada bonds at cost (market value \$475,000) .....		475,000.00
Accounts receivable less reserves .....		563,124.48
Inventories as determined and certified by the management — rock mined valued at cost and other inventories valued at the lower of cost or market.....		697,382.84
Total current assets .....		\$2,042,283.08

### DEFERRED AND SUNDRY:

Life insurance — cash surrender value.....	\$	75,080.00
Repair parts and stores .....		200,598.22
Deferred development expenditures less amounts written off .....		183,295.47
Plant expenditures recoverable through Provincial government subsidies .....		37,539.52
Mortgages receivable and sundry prepaid expenses.....		524,402.75

CASH IN HANDS OF TRUSTEES FOR BONDHOLDERS 126,896.29

POST-WAR REFUNDS UNDER THE EXCESS PROFITS  
TAX ACT 66,638.90

**FIXED** (revalued and written down by the management as at  
30th November 1934 with subsequent additions at cost):

Land (freehold and leasehold), buildings, machinery and equipment .....	\$	4,271,562.45
Mines, mine development and quarries .....		1,803,111.58
		\$6,074,674.03
Less reserves for depreciation and depletion.....		3,845,931.18

Approved on behalf of the Board.

GEORGE A. DOBBIE, Director.  
P. P. TYLER, Director.

\$6,606,152.20

## BALANCE SHEET

BASTINE, Canada, Limited

Owned subsidiary

COMPANY, LIMITED

(Dominion Companies Act)

December 31, 1944

## LIABILITIES

## CURRENT:

Accounts payable and accrued charges .....	\$ 363,038.01
Accrued interest on bonds .....	34,409.31
Reserve for income, excess profits and other taxes.....	149,214.49
Total current liabilities .....	\$ 546,661.81

RESERVE FOR CONTINGENCIES .....	125,000.00
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## FUNDED DEBT:

First mortgage 5½% sinking fund gold bonds due 1st  
March 1948, payable as to principal and interest at the  
holders' option in Canadian, United States or Sterling  
funds:

Authorized and issued:		\$4,000,000.00	
Less: Bonds redeemed and cancelled .....	\$ 383,500.00		
Bonds purchased and held by the company .....	1,362,000.00	1,745,500.00	2,254,500.00

Note: Sinking fund payments for the years 1933 to 1944  
inclusive have not been made.

## CAPITAL AND SURPLUS:

## Capital:

Authorized 500,000 common shares of no par value		
Issued 440,043 shares .....	\$2,200,215.00	
Earned surplus .....	1,479,775.39	3,679,990.39

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\$6,606,152.20

# GYPSUM, LIME AND ALABASTINE,

CANADA, LIMITED

and its wholly-owned subsidiary  
STANDARD LIME COMPANY, LIMITED

## STATEMENT OF CONSOLIDATED PROFIT AND LOSS

FOR THE YEAR ENDED 30th NOVEMBER 1944

OPERATING PROFIT for the year before deducting bond interest, depreciation and depletion:	\$ 863,502.89
Deduct:	
Interest on funded debt, including premium on United States funds.....	\$157,546.62
Premium on bonds purchased by the company .....	4,313.75
Provision for depreciation and depletion..	297,759.07
	<hr/>
OPERATING PROFIT for the year.....	\$ 403,883.45
Add income from investments including profit on sale thereof .....	24,331.86
	<hr/>
NET PROFIT before providing for taxes on income .....	\$ 428,215.31
Provision for income and excess profits taxes .....	189,000.00
	<hr/>
NET PROFIT FOR THE YEAR .....	<u>\$ 239,215.31</u>

NOTE—The expenses for the year include the following charges :

Remuneration of executive officers and legal fees.....	\$31,575.64
Remuneration of directors .....	11,016.60

## STATEMENT OF CONSOLIDATED EARNED SURPLUS

FOR THE YEAR ENDED 30th NOVEMBER 1944

Balance at credit, 30th November 1943....	\$1,240,560.08
Add net profit for the year as above.....	239,215.31
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Balance at credit, 30th November 1944....	<u>\$1,479,775.39</u>



## AUDITORS' REPORT TO THE SHAREHOLDERS

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We have examined the consolidated balance sheet of Gypsum, Lime and Alabastine, Canada, Limited and Standard Lime Company, Limited as at 30th November 1944 and the statements of consolidated profit and loss and consolidated earned surplus for the year ended that date. The accounts of Standard Lime Company, Limited included in the consolidated statements were reported upon by Messrs. Riddell, Stead, Graham and Hutchison, Chartered Accountants. We examined or tested accounting records of Gypsum, Lime and Alabastine, Canada, Limited and obtained all the information and explanations we required from its 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 report that in our opinion the accompanying consolidated balance sheet and related statements of consolidated profit and loss and consolidated earned surplus have been drawn up so as to exhibit a true and correct view of the state of the companies' affairs at 30th November 1944 and of the results of their operations for the year ended that date, 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.

Hamilton, Canada,  
31st January 1945.

## 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.	Toronto, 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.



