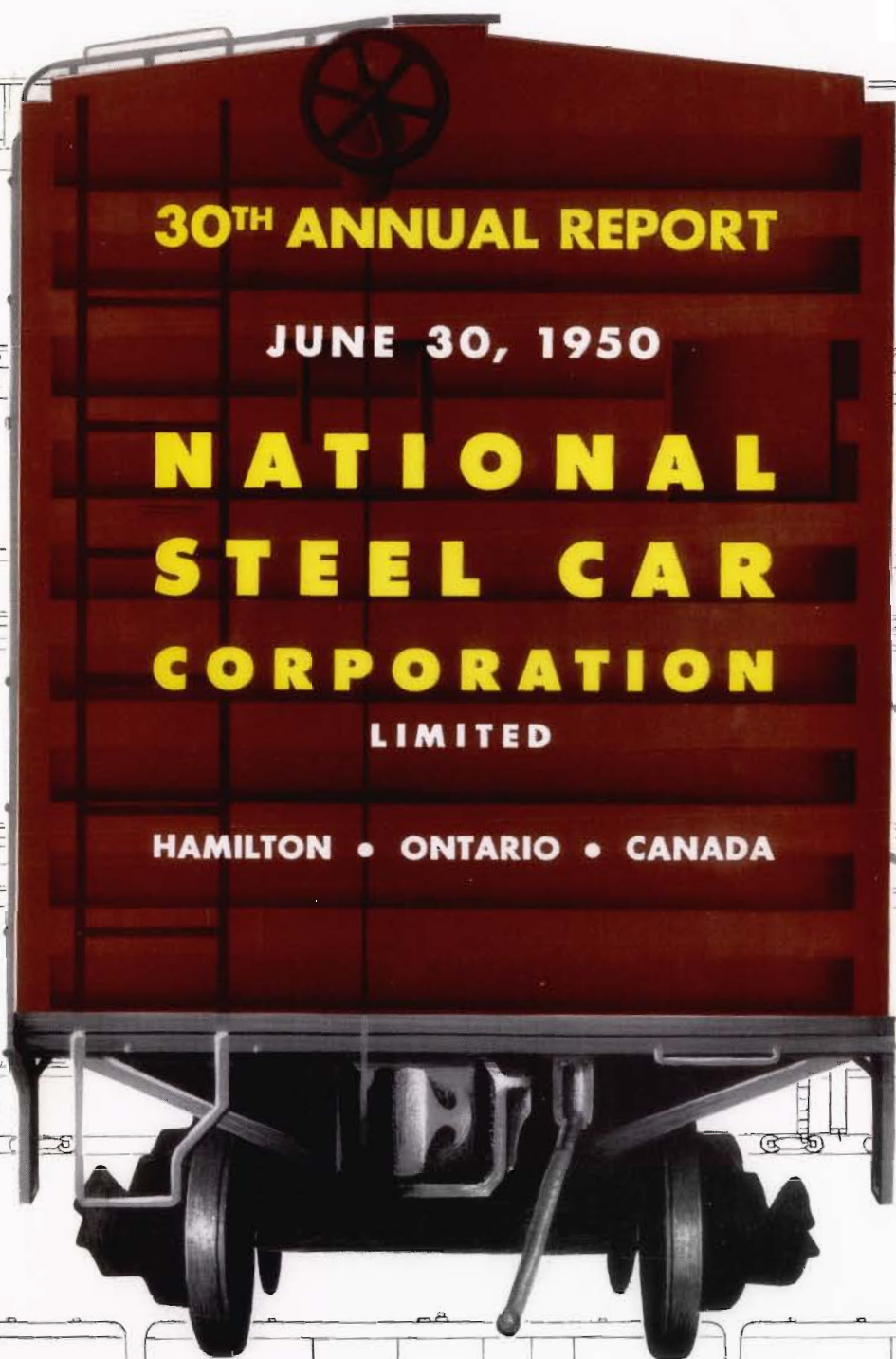
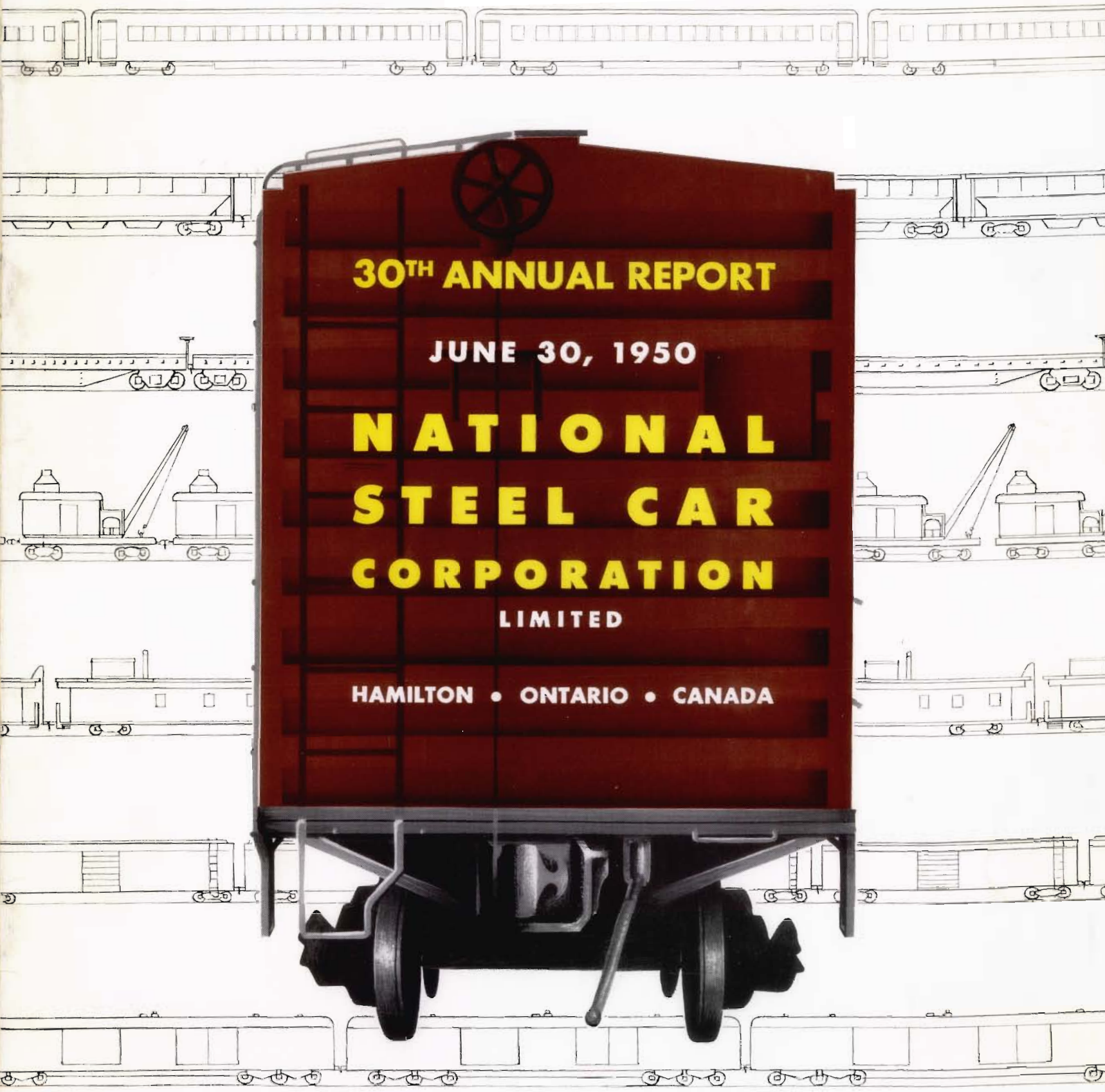


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**30<sup>TH</sup> ANNUAL REPORT**

**JUNE 30, 1950**

**NATIONAL  
STEEL CAR  
CORPORATION**

**LIMITED**

**HAMILTON • ONTARIO • CANADA**

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**NATIONAL STEEL CAR  
CORPORATION  
LIMITED**

. . .

***30th Annual Report***

***JUNE 30, 1950***

. . .

**HAMILTON - ONTARIO - CANADA**

# **NATIONAL STEEL CAR CORPORATION, LIMITED**

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## **BOARD OF DIRECTORS**

HUGH N. BAIRD, Chairman

ROBERT S. HART	LEO C. McCLOSKEY
RUSSELL D. BELL	LOUIS L. LANG
A. VAN HASSEL	B. B. OSLER, K.C.

## **OFFICERS**

HUGH N. BAIRD	- - - - -	Chairman
ROBERT S. HART	- - - - -	President
A. VAN HASSEL	- - - - -	Vice-President
O. H. ANDERSON	- - - - -	Vice-President
A. W. FRASER	- - - - -	Vice-President
H. J. FARNAN	- - - - -	Secretary-Treasurer
J. A. KENDALL	- - - - -	Asst. Secy.-Treas.

## **BANKERS**

THE CANADIAN BANK OF COMMERCE  
BANK OF MONTREAL

## **TRANSFER AGENTS**

NATIONAL TRUST COMPANY, LIMITED  
Toronto Montreal Vancouver  
BANKERS TRUST COMPANY  
New York

## **SOLICITORS**

BLAKE, ANGLIN, OSLER & CASSELS - Toronto, Ontario, Canada

## **HEAD OFFICE**

HAMILTON - ONTARIO - CANADA

## **EXECUTIVE AND SALES OFFICE**

437 ST. JAMES ST., MONTREAL, QUEBEC



## NATIONAL STEEL CAR CORPORATION, LIMITED

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To the Shareholders:

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It is with profound sorrow that your Directors record the death, on November 11, 1949, of Mr. Glyn Osler, K.C., who served on the Board of Directors of this Company since August 23, 1928.

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Your Directors submit herewith Consolidated Balance Sheet as at June 30, 1950, and Statements of Profit and Loss and Surplus for the year ended on that date, covering operations of National Steel Car Corporation Limited, and its subsidiaries.

Operating profit and investment income for the year, before providing for depreciation, depletion, income and excess profits taxes, etc., amounted to \$2,486,869.03, as against \$3,591,485.58 last year. After provision of \$258,818.49 for depreciation of buildings, machinery and equipment and depletion of timber properties, as compared with \$220,083.92 last year, and provision of \$879,700.00 for Dominion income and excess profits taxes and Provincial income taxes, as compared with \$1,304,400.00 for the previous year, the net profit for the year was \$1,348,350.54, as compared with \$2,067,001.66 for the year ended June 30, 1949.

Current assets at June 30, 1950, amounted to \$12,184,236.55. Current liabilities were \$1,885,012.23, leaving net current assets of \$10,299,224.32, compared with net current assets of \$10,057,106.76 at June 30, 1949, being an increase of \$242,117.56.

Inventories of raw materials, supplies, work in process and finished stock of \$2,252,995.78 are to cover orders on hand. During the current year inventories have been reduced \$909,695.10, consistent with the policy of the Company.

Orders on hand will keep us employed until shortly beyond the end of this calendar year.

We believe the Railway Companies will be interested in additional equipment of diversified types, passenger and freight, to provide for continued business expansion throughout the country.

In the industrial field indications point to important developments and the need of miscellaneous equipment. Because of this, we are looking forward to a substantial volume of business for an extended period, always governed, however, by the flow of materials, steel and lumber especially and which are likely to be in rather tight supply.

Your property has been well maintained and is being efficiently and economically operated.

On behalf of the Directors, I express sincere thanks to the employees for diligent and faithful attention to their duties throughout the period under review.

Respectfully submitted on behalf of the Directors.

H. N. BAIRD,  
Chairman.

September 6, 1950.

**NATIONAL STEEL CAR  
AND ITS SUBSIDIARIES  
CONSOLIDATED BALANCE SHEET**

**ASSETS**

**CURRENT ASSETS:**

Cash in bank and on hand .....	\$ 421,879.49	
Short term securities (maturing within 120 days) .....	1,492,111.00	
Government of Canada and other marketable securities, at cost and accrued interest (Market value \$6,336,875.00) .....	6,335,437.50	
Accounts receivable (including refundable portion of excess profits tax recoverable within a year, \$44,170.16) .....	1,613,738.36	
Cash surrender value of life insurance policies .....	68,074.42	
Inventories of raw materials, supplies, work in process, and finished stock, determined from the records in accordance with the company's usual procedure, valued at the lower of cost or market .....	2,252,995.78	
<b>TOTAL CURRENT ASSETS</b> .....	<hr/>	\$ 12,184,236.55

REFUNDABLE PORTION OF EXCESS PROFITS TAX .....	175,853.52
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PREPAID INSURANCE, TAXES, ETC. ....	49,844.65
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PATENTS AND GOODWILL .....	1.00
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**FIXED ASSETS (at approximate cost):**

Land and timber properties .....	\$ 475,969.28	
Buildings, machinery and equipment .....	8,796,939.88	
	<hr/>	
	\$ 9,272,909.16	
<b>Less—Reserves for depreciation and depletion</b> .....	6,735,034.32	
	<hr/>	2,537,874.84
		<hr/>
		<u>\$ 14,947,810.56</u>

**SIGNED ON BEHALF OF THE BOARD:**

B. B. OSLER, Director.  
LOUIS L. LANG, Director.

We have examined the consolidated balance sheet of profit and loss and earned surplus for the year ended June 30, 1950, and the consolidated balance sheet and related statement of the company and its subsidiary as at June 30, 1950, and the explanations given to us and as shown by the books and records of the company.

Toronto, August 11, 1950.



# CORPORATION, LIMITED

DIARY COMPANY

CE SHEET, JUNE 30, 1950

## LIABILITIES

### CURRENT LIABILITIES:

Accounts payable and accruals .....	\$ 1,319,010.71
Federal and Provincial income taxes .....	292,887.49
Other taxes payable or accrued .....	9,864.03
Dividend payable July 15, 1950 .....	263,250.00

TOTAL CURRENT LIABILITIES ..... \$ 1,885,012.23

### CAPITAL AND SURPLUS:

#### Capital Stock—

##### Authorized—

1,000,000 shares without nominal or par value

##### Issued for cash—

702,000 shares ..... \$ 5,092,500.00

#### Earned surplus—

Per statement attached ..... 7,970,298.33

13,062,798.33

\$ 14,947,810.56

### AUDITORS' REPORT TO SHAREHOLDERS

et of National Steel Car Corporation, Limited, and its subsidiary company as at June 30, 1950, and the related statements ending on that date and have obtained all the information and explanations which we required. Our examination included sorting evidence and such other procedures as we considered appropriate in the circumstances. In our opinion, the above of profit and loss and earned surplus are properly drawn up so as to exhibit a true and correct view of the state of affairs 1950, and the results of the companies' operations for the year ending on that date according to the best of our information he books of the companies.

PRICE, WATERHOUSE & CO.,  
Chartered Accountants.

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# NATIONAL STEEL CAR CORPORATION, LIMITED

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## CONSOLIDATED STATEMENT OF PROFIT AND LOSS

FOR THE YEAR ENDING JUNE 30, 1950

## NATIONAL STEEL CAR CORPORATION, LIMITED

AND ITS SUBSIDIARY COMPANY

Operating profit for the year ending June 30, 1950 (including additional billing of \$295,850.00 under escalator clause in respect of contract completed in previous year) before providing for depreciation, depletion, taxes on income, etc. ....			\$ 2,302,044.15
<b>Deduct—</b>			
Remuneration of executive officers .....	\$	109,780.00	
Directors' fees .....		7,000.00	
Legal fees .....		17,984.45	
			<u>134,764.45</u>
			\$ 2,167,279.70
<b>Add—</b>			
Income from investments .....			194,426.69
Profit on disposal of fixed assets and investments .....			125,162.64
<b>Profit before providing for depreciation, depletion, and taxes on income .....</b>			<u>\$ 2,486,869.03</u>
<b>Deduct—Provision for:</b>			
Depreciation of buildings, machinery and equipment .....	\$	190,251.42	
Depletion of timber properties .....		68,567.07	
			<u>258,818.49</u>
<b>Profit before providing for taxes on income .....</b>			<u>\$ 2,228,050.54</u>
<b>Deduct—Provision for:</b>			
Federal income tax .....	\$	718,300.00	
Provincial income taxes .....		161,400.00	
			<u>879,700.00</u>
<b>NET PROFIT FOR THE YEAR .....</b>			<u><u>\$ 1,348,350.54</u></u>



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**NATIONAL STEEL CAR CORPORATION, LIMITED**

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**CONSOLIDATED STATEMENT OF EARNED SURPLUS**  
**FOR THE YEAR ENDING JUNE 30, 1950**  
**NATIONAL STEEL CAR CORPORATION, LIMITED**  
**AND ITS SUBSIDIARY COMPANY**

Balance as at June 30, 1949 .....	\$ 8,025,947.79
Deduct—Special dividend paid on October 31, 1949 .....	351,000.00
	<hr/>
	\$ 7,674,947.79
Add—Net profit for the year .....	1,348,350.54
	<hr/>
	\$ 9,023,298.33
Deduct—Other dividends declared during the year .....	1,053,000.00
	<hr/>
Balance as at June 30, 1950 .....	<hr/> <u>\$ 7,970,298.33</u>







