

Langley's
LIMITED
CLEANERS FURRIERS

TORONTO - ONTARIO

77
ANNUAL REPORT

DECEMBER 31st, 1935

TO THE SHAREHOLDERS:

Your Directors present herein the Balance Sheet and Profit and Loss account for the year ending December 31st, 1935. After payment of operating expenses, but before deductions for Depreciation and Income Taxes, etc., the earnings of the Company are \$42,088.66. Net earnings are \$6,761.85, after adding \$34,404.20 to the Reserve for Depreciation of Buildings, Machinery and Equipment.

Four quarterly dividends amounting to \$39,599.00 were paid on the Preference shares leaving a balance in Earned Surplus Account of \$44,693.61. Net liquid assets are \$109,527.04.

Sales volume, though less than for 1934, showed a decided improvement in December, which has continued this year. Your Directors encouraged by this showing have paid a quarterly dividend on the Preference shares in February and are reasonably assured business will continue to be more profitable throughout 1936.

By Order of the Board,

GEO. S. LANGLEY,

President.

1935

LANGLEY'S
AND SUBSIDIARIES

Consolidated Balance Sheet

ASSETS

Current:

| | | |
|--|-------------------|---------------|
| Cash on Hand and in Banks | \$ 60,393.62 | |
| Accounts Receivable (Less Reserve) | 38,354.67 | |
| Inventories | 48,934.11 | |
| | <u> </u> | \$ 147,682.40 |

Fixed:

| | | |
|--|-------------------|--------------|
| Land, Buildings, Plant and Equipment | 1,187,129.03 | |
| Motor Trucks (Less Reserve) | 15,257.60 | |
| | <u> </u> | 1,202,386.63 |

Investments:

| | | |
|--|-------------------|-----------|
| Life Insurance Premiums, Etc. | 42,955.91 | |
| (Cash Surrender Value \$22,096.57) | | |
| Mortgage Receivable and Accrued Interest | 12,390.29 | |
| | <u> </u> | 55,346.20 |

Deferred:

| | | |
|------------------------|--|-------------------|
| Deferred Charges | | 18,123.08 |
| | | <u> </u> |
| | | \$1,423,538.31 |

TO THE SHAREHOLDERS,
LANGLEY'S LIMITED,
Toronto, Ontario.

Gentlemen:

We beg to report that we have audited the books and accounts of your Company and its Subsidiary for the year ended December 31st, 1935, and certify that the attached Consolidated Balance Sheet is, in our opinion, so drawn up as to exhibit a true and correct view of the Companies' position as at December 31st, 1935, according to the best of our information, the explanations given us, and as shown by the books of the companies, subject to the fact that seven quarterly dividends of Langley's Limited, amounting to \$69,298.25 are in arrears.

We further certify that all our requirements, as Auditors, have been complied with.

WELCH, ANDERSON & COMPANY,
Chartered Accountants.

March 10th, 1936.

S LIMITED
SIDIARY

et, December 31st, 1935

LIABILITIES

Current:

| | | |
|--|--------------|--------------|
| Accounts and Bills Payable and Accrued Liabilities | \$ 36,339.49 | |
| Reserve for Federal and Provincial Taxes | 1,815.87 | |
| | | \$ 38,155.36 |
| Reserves for Obsolescence and Depreciation | | 277,607.19 |

TO SHAREHOLDERS:

Capital Stock:

| | | | |
|---|--------------|--------------|----------------|
| Preferred — Authorized 6,000 shares 7% Redeemable, Cumulative, Par Value \$100.00 each | | \$600,000.00 | |
| Issued and fully paid 5,657 shares, Par Value \$100.00 each | | 565,700.00 | |
| Common — Authorized 21,000 shares No Par Value. Issued and Fully paid 20,793 shares. No Par Value | | 219,032.00 | |
| | | 784,732.00 | |
| Capital Surplus | \$278,350.15 | | |
| Earned Surplus | 44,693.61 | 323,043.76 | 1,107,775.76 |
| | | | \$1,423,538.31 |

PROFIT AND LOSS ACCOUNT

Twelve Months Period Ended December 31st, 1935

| | | |
|---|-----------|--------------|
| Net Operating Profit | | 37,409.33 |
| Add: Miscellaneous Income, Interest, Etc. | | 4,679.33 |
| | | \$ 42,088.66 |
| Deduct: Interest and Exchange | 452.61 | |
| Provision for Obsolescence and Depreciation | 34,404.20 | |
| Directors' Fees | 470.00 | 35,326.81 |
| Net Profit for Year Ended December 31st, 1935 | | \$ 6,761.85 |

EARNED SURPLUS ACCOUNT

December 31st, 1935

| | | |
|--|--------------|--------------|
| Balance at Credit — December 31st, 1934 | \$ 79,398.87 | |
| Deduct: Sundry Adjustments Applicable to Prior Years | 1,592.92 | |
| | | 77,805.95 |
| Add: Net Profit from Jan. 1st, 1935 to Dec. 31st, 1935 | 6,761.85 | |
| Profit on sale of Assets | 401.75 | 7,163.60 |
| | | \$ 84,969.55 |
| Deduct: Dividends paid on Preferred Stock | 39,599.00 | |
| Reserve for Income Taxes | 676.94 | 40,275.94 |
| Balance at Credit — December 31st, 1935 | | \$ 44,693.61 |

BOARD OF DIRECTORS

GEORGE S. LANGLEY, PRESIDENT

C. F. MAYES, GENERAL MANAGER

F. O. MITCHELL

25 King St. W.,
Toronto, Ont.

A. E. HATFIELD

33 Whitehall Rd.,
Toronto, Ont.

S. R. MACKELLAR

21 Melinda St.,
Toronto 2, Ont.

7,188.00

84,808.85

10,170.84

44,808.84

38,598.00

676.94

Preferred Stock

Common Stock

December 31st, 1935