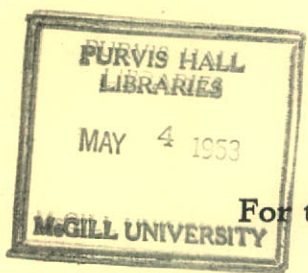


C
STACK

latest on file

Langley's LIMITED

ANNUAL REPORT ...



For the year ended December 31st

1952

Langley's LIMITED

EXECUTIVE OFFICES

Second Street at Lakeshore Road, Toronto 14



Directors

GEORGE S. LANGLEY

J. R. MOONEY

D. R. MORTON

C. E. MOONEY

G. H. HAND

Executive Officers

GEORGE S. LANGLEY.....	<i>Chairman of the Board</i>
J. R. MOONEY.....	<i>President</i>
D. R. MORTON.....	<i>Vice-President</i>
G. H. HAND.....	<i>Secretary</i>
N. W. WHEATLEY.....	<i>Treasurer</i>
G. B. HENNING.....	<i>General Manager</i>



LANGLEY'S OF HAMILTON LIMITED
OFFICE and PLANT — 318 Dundurn St. South, Hamilton
W. A. SNYDER — Manager



LANGLEY'S DANFORTH LIMITED
1534 Danforth Ave., Toronto



LANGLEY'S LAKESHORE LIMITED
738 Lakeshore Road, New Toronto



LANGLEY'S ISLINGTON LIMITED
3590 Bloor St. West, Toronto



LANGLEY'S LEASIDE LIMITED
600 Bayview Ave., Toronto

LANGLEY'S OAKVILLE PLANT
115 Colborne St. E., Oakville



Transfer Agent and Registrar
NATIONAL TRUST CO. LIMITED
Toronto 1, Ont.



Auditors

WELCH, HINTON & WELCH
Toronto, Ont.

TO THE SHAREHOLDERS:

On behalf of the Directors I submit herewith the twenty-fourth Annual Report, presenting with it a statement of the affairs and financial position of your Company for the fiscal year ended December 31, 1952.

During the year under review, we have endeavoured to conserve our liquid assets and at the same time to expand our facilities by providing for new "Package" Plants in desirable locations. In March, 1952, 600 Bayview Avenue was opened, and in April of this year a Package Plant in our new unit at Oakville will be in operation. These new locations, combined with a gradual increase from the previous ones show an overall sales increase in the Toronto area of 31% over 1951.

As of April this year, our combined operations consist of — the store plant, five package unit operations, plus sixteen retail stores in the Toronto area, — the Hamilton plant, plus six stores in the Hamilton area.

While some of our undertakings have been successful, and the overall outlook for your Company is good, our experience in this new type of decentralized operation covers too short a period to make any positive statements at this time as to the future. At the Annual Meeting last year, I estimated that the loss sustained in the previous year should be eliminated, and that the Company could be placed in a position to break even, or to operate at a small profit in 1952. I am happy to advise you that the statement of Consolidated Profit and Loss for the year ending December 31, 1952, shows a net profit after depreciation and taxes of \$7,335.09. This compares with a loss of \$49,561.61 for the year 1951. The Directors are hopeful that this profit may be increased in the year 1953.

You will get a clear financial picture from the attached Balance Sheets and other statements.

Considerable thought has been given throughout the year to a reorganization

of the financial set-up of your Company, and to this end I propose to call a Special General Meeting in the next few months, when a complete plan will be presented for your consideration.

In closing, I would like to sincerely thank the executive officers, plant managers, and employees, who during this year of reorientation have been most co-operative and have worked hard to help us achieve our objectives.

Respectfully submitted on behalf of the Board.

J. R. MOONEY,
President.

DATED AT NEW TORONTO, ONTARIO, THIS 8TH DAY OF APRIL, 1953.

LANGLEY'S

(Incorporated under the Companies Act, 1929)

AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEET

December 31, 1952

(With comparative balances as at December 31, 1951)

ASSETS	Dec. 31st 1952	Dec. 31st 1951
CURRENT:		
Cash on hand and in banks	\$ 88,989.16	\$ 178,006.07
Marketable securities	272,118.76	154,668.75
(Market value December 31st, 1952, \$277,250.00)		
Accounts receivable — trade	3,181.46	3,613.04
Accounts receivable — sundry	4,752.45	15,022.01
Undelivered work at plants and stores	10,556.23	11,779.37
Inventories of materials and supplies as determined and certified by the management and valued at lower of cost or market	20,817.45	23,676.52
Life Insurance — cash surrender value	39,476.75	38,899.88
(Paid up value December 31st, 1952, \$51,218.93)		
TOTAL CURRENT ASSETS	\$ 439,892.26	\$ 425,665.64
Provision for capital expenditure in 1953	\$ 125,000.00	\$ 124,500.00
Mortgage receivable	2,952.44	3,972.75
Preference Shares of Langley's Limited — held by wholly owned Subsidiary Company — at cost	8,889.50	8,889.50
FIXED:		
Land, buildings, machinery and equipment — at cost	671,278.76	661,733.95
Less: Reserve for depreciation	199,140.53	163,988.53
	\$ 472,138.23	\$ 497,745.42
PREPAID AND DEFERRED:		
Prepaid expenses	\$ 9,098.45	\$ 6,255.37
Deferred charges	4,102.65	2,738.61
Expenditure on leasehold premises not yet written off	36,856.75	35,500.00
	\$ 50,057.85	\$ 44,493.98
Organization expense	\$ 419.98	\$ 419.98
	\$1,099,350.26	\$1,105,687.27

To the Shareholders,

LANGLEY'S LIMITED, Toronto, Ontario.

We beg to report that we have audited the books and accounts of your Company and its Subsidiaries for the year ended November 30th, 1952. We hereby certify that in our view of the state of the Companies' affairs as at December 31st, 1952, according to the best of our information and belief, the same are correct, except in respect of the fact that Preference dividends of Langley's Limited, amounting to \$602,470.50, are in arrears.

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

Toronto, March 31st, 1953.

S LIMITED

(Ontario Companies Act)

DIARIES

BALANCE SHEET

at December 31st, 1952

(at December 31st, 1951)

LIABILITIES

	Dec. 31st 1952	Dec. 31st 1951
CURRENT:		
Accounts payable and accrued charges	\$ 20,199.40	\$ 31,032.89
Reserves for income and corporation taxes	2,600.00	3,842.42
TOTAL CURRENT LIABILITIES	<u>\$ 22,799.40</u>	<u>\$ 34,875.31</u>
Mortgage Payable	\$ 12,600.00	\$ 15,000.00
CAPITAL AND SURPLUS		
<i>Capital</i>		
Preference — authorized 6,000 shares 7% redeemable cumulative, Par Value \$100.00 each.		
Outstanding 5,657 shares	\$ 565,700.00	\$ 565,700.00
(Note: 7% cumulative dividends in arrears December 31st, 1952, \$602,470.50)		
Common — authorized 31,000 shares of No Par Value.		
Outstanding — 20,793 shares	219,032.00	219,032.00
	<u>\$ 784,732.00</u>	<u>\$ 784,732.00</u>
<i>Capital Surplus Account</i>	\$ 258,727.60	\$ 258,727.60
<i>Earned Surplus Account</i>		
Langley's Limited and wholly owned sub- sidiaries.		
Balance December 31st, 1952 — Statement of Consolidated Earned Surplus	20,491.26	12,352.36
	<u>\$1,099,350.26</u>	<u>\$1,105,687.27</u>

Toronto Subsidiaries for the year ended December 31st, 1952, and have accepted the Certificate of the
Certify that the annexed Balance Sheet is, in our opinion, drawn up so as to exhibit a true and correct
information and the explanations given us and as shown by the books of the Companies, subject to the

WELCH, HINTON & WELCH
Chartered Accountants

LANGLEY'S LIMITED

AND SUBSIDIARIES

STATEMENT OF CONSOLIDATED EARNED SURPLUS

Year ended December 31st, 1952

(With comparative figures for 1951)

	1952	1951
Balance at beginning of year	\$ 12,352.36	\$ 61,348.26
<i>Add:</i>		
Net Profit for the year, Langley's Limited and operating Subsidiaries	7,335.09	49,561.61*
Profit on disposal of fixed assets	550.00	
Adjustment of prior years taxes	253.81	
Sundry net adjustments in 1951		565.71
	<hr/>	<hr/>
Balance at end of year	<u>\$ 20,491.26</u>	<u>\$ 12,352.36</u>

*Denotes a Loss.

LANGLEY'S LIMITED

STATEMENT OF CAPITAL SURPLUS

Year ended December 31st, 1952

(With comparative figures for 1951)

	1952	1951
Balance at beginning of year	\$258,727.60	\$239,689.96
Net Profit on disposal of fixed assets	nil	19,037.64
	<hr/>	<hr/>
Balance at end of year	<u>\$258,727.60</u>	<u>\$258,727.60</u>

LANGLEY'S LIMITED

AND OPERATING SUBSIDIARIES

STATEMENT OF CONSOLIDATED PROFIT AND LOSS

Year ended December 31st, 1952

(With comparative figures for 1951)

	1952	1951
Net Profit from operations for the year after charging Directors' fees and before depreciation and Income Taxes	\$ 31,291.76	\$ 20,533.59*
 <i>Add:</i>		
Sundry Income	12,115.33	10,143.51
	\$ 43,407.09	\$ 10,379.08*
 <i>Deduct:</i>		
Provision for depreciation on buildings, machinery and equipment	\$ 29,205.00	\$ 28,316.00
Provision for depreciation on trucks and auto- mobiles	4,267.00	6,966.53
	\$ 33,472.00	\$ 35,282.53
 NET PROFIT before provision for Income Taxes	 \$ 9,935.09	 \$ 45,661.61*
 <i>Deduct:</i>		
Provision for Income Taxes, Subsidiary Company	2,600.00	3,900.00
 NET PROFIT FOR THE YEAR	 \$ 7,335.09	 \$ 49,561.61*

(Carried to Statement of Consolidated Earned Surplus)

*Denotes a Loss.

