

WALTER M. LOWNEY COMPANY
LIMITED

ANNUAL REPORT



for the year ended


DECEMBER THIRTY-FIRST
1944

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WALTER M. LOWNEY COMPANY LIMITED



BOARD OF DIRECTORS

EDMUND LITTLER	E. J. ROBERTS
ARTHUR LYMAN	ARNOLD WAINWRIGHT
WILLIAM C. LEPETRIE	GEORGE HOGG
T. W. DODDS	

OFFICERS

ARTHUR LYMAN
Chairman of the Board

EDMUND LITTLER
President

WILLIAM C. LEPETRIE
Vice-President

E. J. ROBERTS
Vice-President in charge of Sales

T. W. DODDS
Secretary-Treasurer

W A L T E R M . L O W N E Y



Balance Sheet as at

A S S E T S

CURRENT ASSETS

Cash in Bank and in Hand.....	\$ 14,416.53
Accounts Receivable (Less Reserve).....	552,080.61
Advance to entirely owned Subsidiary.....	5,420.79
Investment in Government Bonds—at cost..	550,000.00
Marketable Securities—at market.....	12,304.75
(Cost \$27,600.00)	
Stocks of manufactured and partially manu- factured Products, Materials and Supplies, certified by responsible Officers of the Company, valued at Cost or Market Price, whichever were lower.....	785,466.41
Victory Bonds held for Employees.....	21,474.50
TOTAL CURRENT ASSETS.....	\$1,941,163.59

Investment in entirely owned Subsidiaries...	7,800.00
Deferred refundable Income Tax.....	95,475.90
Land, Buildings, Machinery and Equipment —at cost.....	\$1,630,767.07
Less: Reserve for Depreciation.....	1,223,751.37
	407,015.70
Advances and Deposits.....	42,190.64
Prepaid Charges.....	4,010.05
Trade Marks and Copyrights.....	75,000.00
TOTAL ASSETS.....	<u>\$2,572,655.88</u>

Approved on behalf of the Board:

COMPANY LIMITED

December 31st, 1944

LIABILITIES AND CAPITAL

CURRENT LIABILITIES

Notes Payable.....	\$ 225,000.00
Accounts Payable.....	271,747.11
Excise and Sales Tax Accruals.....	128,623.75
Provision for Income and Excess Profits Taxes.....	128,329.98
TOTAL CURRENT LIABILITIES.....	\$ 753,700.84

Capital Stock

Authorized	50,000 shares N.P.V
Issued	41,438 " N.P.V. \$260,036.00

Capital Surplus 884,411.67

Earned Surplus

(Includes refundable portion) 674,507.37

Total Capital Stock and Earned Surplus at
December 31, 1944—per attached Statement 1,818,955.04

TOTAL LIABILITIES AND CAPITAL \$2,572,655.88

(Signed) ARTHUR LYMAN, *Director*
EDMUND LITTLER, *Director*

WALTER M. LOWNEY COMPANY LIMITED



Statement of Earned Surplus and Capital Stock as at December 31st, 1944

Nett Profit for the year ended December 31, 1944, before taking into account the items shown below		\$ 463,017.64
ADD:		
Income from Investments	\$ 6,579.37	
Gain from sale of Securities	1,102.46	7,681.83
		<hr/>
		\$ 470,699.47
DEDUCT:		
Provision for Depreciation	\$ 50,037.52	
Directors' Fees	100.00	
Remuneration to Executive Officers	77,808.85	127,946.37
		<hr/>
Nett Profit for the year before providing for Income Taxes thereon		\$ 342,753.10
DEDUCT:		
Provision for Income and Excess Profits Taxes—excluding refundable portion of Excess Profits Tax		190,274.26
		<hr/>
		\$ 152,478.84
Balance of Capital Stock and Surplus at December 31, 1943.	1,749,352.20	
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		\$1,901,831.04
DEDUCT:		
Dividends declared and paid		82,876.00
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Balance of Capital Stock at December 31, 1944 (represented by 41,438 shares of No Par Value)		<u>\$1,818,955.04</u>

WALTER M. LOWNEY COMPANY LIMITED



REPORT OF THE AUDITOR TO THE SHAREHOLDERS

I have made an examination of the books and accounts of Walter M. Lowney Company, Limited, for the year ended December 31st, 1944, and have obtained all the information and explanations required. Provision has been made for Federal Income and Excess Profits taxes in respect to the current year's operations and this provision, while considered to be sufficient, is subject to final determination by the Income Tax Department. The inventories were valued at cost or market, whichever were lower, and were certified to by responsible officials of the Company. The balances due from customers were not verified by independent letters of inquiry.

On the above basis I report that, in my opinion, the enclosed Balance Sheet as at December 31st, 1944, is properly drawn up so as to exhibit a true and correct view of the financial condition of the Company on the date indicated, after making provision of \$50,037.52 on account of depreciation for the year, and that this statement is in accordance with the books.

In accordance with the provisions of Section 114 of the Companies Act 1934, I report that the profits of the entirely owned Subsidiaries were not included in the above accounts.

(Signed) FREDERIC STEWART,
Auditor.

Montreal, January 24th, 1945.

