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DOMINION  
OILCLOTH & LINOLEUM  
COMPANY LIMITED

MONTREAL

ESTABLISHED

1872

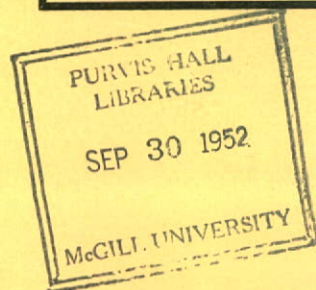


ANNUAL REPORT

FOR THE YEAR ENDED

31st OCTOBER 1950

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# DOMINION OILCLOTH & LINOLEUM COMPANY LIMITED

*Established 1872*



## ANNUAL REPORT

FOR THE YEAR ENDED  
31st OCTOBER 1950

*Head Office & Factories:*

2200 ST. CATHERINE STREET EAST,  
MONTREAL, P.Q.

*Sales Offices:*

ROOM 604, CENTRAL BUILDING,  
45 RICHMOND STREET WEST,  
TORONTO, ONT.

ROOM 904, DOMINION BANK BUILDING,  
207 WEST HASTINGS STREET,  
VANCOUVER, B.C.



# DOMINION OILCLOTH & LINOLEUM COMPANY LIMITED

## *Seventy-Eighth Annual Report of the Board of Directors*

Your Directors are pleased to present their report for the year ended 31st October 1950, together with financial statements as certified by your Auditors, Messrs. Hyde & Houghton, C.A., whose report is also submitted.

The net profit for the year reached a figure of \$1,971,369.43 compared with \$1,782,251.19 a year ago, or \$2.52 against \$2.28 per share of common and deferred stock.

The full dividend of \$1.60 was paid on the common stock and also an equivalent amount has been declared on the deferred shares together with an extra dividend of \$0.50 per share payable on 31st January 1951 on both classes of stock out of the year's earnings. The payment of these extra dividends will only be reflected in the earned surplus account as of 31st October 1951.

It will be seen that the earned surplus account is increased by \$480,220.52 and the capital surplus by \$78,471.22.

Capital expenditures during the year amounted to \$278,537.50 and additional amounts of considerable proportion will have to be provided during 1951.

The various departments operated at a high rate of production throughout the year and sales were either well maintained or increased in most products manufactured.

Your subsidiary companies have also had satisfactory years, additions to plant and equipment having been made and new products added, which are meeting with popular demand. The costs of improvements were financed from previous earnings and plant and equipment have been kept well up to date.

Prices of all lines made have remained remarkably steady and, in fact, are only approximately 26% higher than those prevailing in 1939. On the other hand, United Kingdom and American prices in their own countries have shown much greater increases over the same period.

Wages have advanced considerably during the year, but the margin of profit has been maintained due to increased volume and improved efficiency as a result of the new equipment recently installed.

Imports from the United Kingdom have been heavy, because of the low cost of British goods as a result of lower wages paid and the devaluation of the pound sterling. The repeal of the Emergency Exchange Conservation Act on 1st January 1951 may result in increased imports from the United States.

Our export trade has dropped to a very low level due to the scarcity of Canadian dollars available to foreign countries where, in addition to exchange control, restrictions on the importation of Canadian linoleums, etc., are still in force.

It is with regret that we have to announce the resignation of Sir Michael Nairn, Bart., who has been a member of your Board for over thirty years, but we are pleased to announce that his son, Mr. M. George Nairn, has been appointed to fill this vacancy.

The company's many welfare plans and wage increases, although very costly, seem to be justified by the satisfactory labour relations existing and we take this opportunity of thanking all the employees for their efficient service throughout the year.

Respectfully submitted on behalf of the Board.

ARCH. F. BAILLIE,

*President.*

MONTREAL, QUE., 11th January 1951.

# DOMINION OILCLOTH & LINOLEUM COMPANY LIMITED

## *Income and Expenditure Account*

YEAR ENDED 31<sup>ST</sup> OCTOBER 1950

Operating Profit before Provision for Depreciation, etc. -		\$2,465,578.10
Income from Investments in Subsidiary and Affiliated Companies and other Investments - - - -		784,370.30
		3,249,948.40
<i>Deduct:</i>		
Provision for Depreciation - - - - -	\$ 249,401.99	
Dominion Income Tax and Provincial Profits Taxes -	857,154.77	
Foreign Income Taxes - - - - -	5,372.43	
Legal Expenses - - - - -	6,292.78	
Salaries and Directors' Fees paid to Executive Officers - - - - -	154,357.00	
Fees Paid to Other Directors - - - - -	6,000.00	1,278,578.97
<i>Net Profit for the Year:</i> - - - - -		\$1,971,369.43

*Note:*—The total remuneration received by Directors from Subsidiary  
Companies amounted to \$3,700.00.



# DOMINION OILCLOTH & LINOLEUM COMPANY LIMITED

## *Balance Sheet*

AS AT 31st OCTOBER 1950

### ASSETS

*Current:*

Cash - - - - -	\$ 464,138.47	
Accounts Receivable - - - - -	2,224,973.32	
Inventories - - - - -	2,865,098.57	\$ 5,554,210.36

Merchandise and Raw Materials. Physical Inventory taken and valued at the lower of Cost or Market Price.

*Fixed:*

Real Estate, Buildings and Plant Valued at Cost	6,523,156.36	
Less: Reserve for Depreciation - - - - -	4,138,974.77	2,384,181.59

*Investments in Subsidiary Companies at Cost:*

Preferred and Common Stocks - - - - -		3,213,970.05
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*Investments in Affiliated Companies at Cost:*

Common Stocks - - - - -		653,813.87
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*Other Investments at Cost:*

Bonds, Preferred and Common Stocks - - - (Approximate Market Value \$3,941,793.00)		3,265,530.90
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Refundable Portion of Excess Profits Tax: - - - - -		30,747.26
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Prepaid Expense: - - - - -		23,164.57
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\$15,125,618.60

MONTREAL, P.Q., 27th December 1950.

TO THE SHAREHOLDERS,  
DOMINION OILCLOTH AND LINOLEUM COMPANY LIMITED,  
MONTREAL.

We beg to report that we have completed an audit of the books and accounts of the Dominion Oilcloth and Linoleum Company Limited, for the year ended 31st October 1950. We certify that we have received all the information and explanations required by us; and, in our opinion, this Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs as at 31st October 1950, according to the best of our information and the explanations given to us and as shown by the books of the Company.

As required under Section 114 of the Dominion Companies' Act 1934, we report that profits of Subsidiary Companies have been included in the Income and Expenditure Account to the extent to which dividends have been received from them.

HYDE AND HOUGHTON,  
*Chartered Accountants, Auditors.*

# DOMINION OILCLOTH & LINOLEUM COMPANY LIMITED

## *Balance Sheet*

AS AT 31st OCTOBER 1950

### LIABILITIES

*Current:*

Accounts Payable - - - - -	\$ 473,028.85	
Provision for Federal and Provincial Taxes - - - - -	\$969,752.57	
Deduct: Amount Paid on Account -	347,000.00	622,752.57
Provision for Dividend on No Par Value Deferred Stock - - - - -	128,000.00	\$ 1,223,781.42

<i>Insurance Fund Reserve:</i> - - - - -		1,000,000.00
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*Capital:*

Represented by:		
700,000 Shares No Par Value Common Stock and		
80,000 Shares No Par Value Deferred Stock		6,400,000.00

*Surplus Accounts:*

Capital Surplus - - - - -	881,557.90	
Earned Surplus - - - - -	5,589,532.02	
Excess Profits Tax Refundable - - - - -	6,471,089.92	
	30,747.26	6,501,837.18

\$15,125,618.60

*Contingent Liabilities:* Nil.

Approved on behalf of the Board of Directors.

ARCH. F. BAILLIE, *Director.*

E. S. TRUDEAU, *Director.*

# DOMINION OILCLOTH & LINOLEUM COMPANY LIMITED

## *Capital Surplus Account*

YEAR ENDED 31st OCTOBER 1950

Balance forward at 1st November 1949 - - - - -	-	\$ 803,086.68
<i>Add:</i> Realized Appreciation of Securities - - - - -	-	77,285.04
Profit Realized on Disposal of Fixed Assets - - - - -	-	1,186.18
<i>Balance at Credit, 31st October 1950:</i> - - - - -	-	<u>\$ 881,557.90</u>

## *Earned Surplus Account*

Balance forward at 1st November 1949 - - - - -	-	\$5,109,311.50
<i>Deduct:</i> Extra Dividend paid 31st January 1950 out of earnings for the year ended 31st October 1949		
No Par Value Common Stock - - - - -	\$ 280,000.00	
No Par Value Deferred Stock - - - - -	32,000.00	312,000.00
	<u>                    </u>	<u>                    </u>
<i>Add:</i> Net Profit for the Year - - - - -		4,797,311.50
Refundable Portion of Excess Profits Tax Received		1,971,369.43
		68,851.09
		<u>                    </u>
<i>Deduct:</i> Dividends Paid on No Par Value		6,837,532.02
Common Stock - - - - -	1,120,000.00	
Provision for Dividend on No Par Value		
Deferred Stock - - - - -	128,000.00	1,248,000.00
	<u>                    </u>	<u>                    </u>
<i>Balance at Credit, 31st October 1950:</i> - - - - -	-	<u>\$5,589,532.02</u>



# DOMINION OILCLOTH & LINOLEUM COMPANY LIMITED

## DIRECTORS

ARCHIE F. BAILLIE	SIR MICHAEL NAIRN, Bart.
C. E. GRAVEL	COL. J. T. OSTELL
SIR ROBERT SPENCER-NAIRN, Bart.	K. B. ROBERTON
E. S. TRUDEAU	AIR VICE-MARSHAL F. S. MCGILL, C.B.
WALTER MOLSON	G. BLAIR GORDON

## EXECUTIVE OFFICERS

ARCHIE F. BAILLIE . . . . .	<i>President and Managing Director</i>
K. B. ROBERTON . . . . .	<i>Vice-President and Manager</i>
AIR VICE-MARSHAL F. S. MCGILL, C.B. . . . .	<i>Secretary and Director of Sales</i>
E. S. TRUDEAU - - - - -	<i>Treasurer</i>

## TRANSFER AGENTS

THE ROYAL TRUST COMPANY	MONTREAL AND TORONTO
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## REGISTRAR OF TRANSFERS

BANK OF MONTREAL	MONTREAL AND TORONTO
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# DOMINION OILCLOTH & LINOLEUM COMPANY LIMITED

*Below are listed the more important products manufactured  
by your Company:*

MARBOLEUM	DOMINION BROCADE TABLE COVERS
DOMINION INLAID LINOLEUM	DOMINION ART BAIZE <i>(Plain and Embossed)</i>
DOMINION JASPÉ AND GRANITE LINOLEUM	DOMINION SHELF OILCLOTH
DOMINION BATTLESHIP AND PLAIN LINOLEUM	DOMINION ENAMELLED OILCLOTH
LINOLEUM TILES <i>(Marbleum, Jaspé and Plain)</i>	DOMOLEATHER
CORK CARPET	DOMOLITE <i>(For Tables, Curtains, Novelties, etc.)</i>
REXOLEUM AND REXOLEUM PASSAGE	KRAFTOL <i>(Coated Paper)</i>
REXOLEUM RUGS	LEATHERKRAFT
REXOLEUM MATS	MUROLEUM WALL COVERING
DOMINION LINOGRIIP CEMENT	SANITILE WALL COVERING
DOMINION WATERPROOF CEMENT	DOMINION LIQUID WAX
DOMINION TABLE OILCLOTH	





