



Dominion Malting Company Limited

Winnipeg, Canada



REPORT

For the Year Ended 31st July 1952

OFFICERS

E. P. TAYLOR.....*Chairman of the Board*
G. S. SNELL.....*President and General Manager*
M. J. KELLY.....*Vice-President*
L. G. BARNES.....*Secretary-Treasurer*

DIRECTORS

E. P. TAYLOR	G. S. SNELL	M. J. KELLY
G. M. BLACK, JR.		V. W. TRYON
C. E. HAYLES	J. A. GAIRDNER	D. A. THOMPSON

REGISTRAR

NATIONAL TRUST COMPANY LIMITED
Winnipeg - Toronto

TRANSFER AGENT

NATIONAL TRUST COMPANY LIMITED
Winnipeg - Toronto

AUDITORS

MESSRS. GEORGE A. TOUCHE & Co.
Chartered Accountants
Winnipeg

SOLICITORS

AIKINS, MACAULAY, THOMPSON, TRITSCHLER & HINCH
Winnipeg

Dominion Malting Company Limited

TWENTY-FIFTH ANNUAL REPORT OF THE DIRECTORS

For the Year Ended 31st July 1952

To the Shareholders:

Your Directors present herewith Financial Statements for the year ended 31st July 1952, including the Balance Sheet and attached Auditors' Report.

A net profit of \$271,472.37 has been transferred to Earned Surplus Account this year, as compared with \$191,830.40 last year. This amount has been arrived at after providing for depreciation of \$74,863.70, interest on First Secured Bonds \$21,515.60, Directors' fees \$3,200.00, and estimated income taxes \$305,000.00.

The net profit represents an earning of \$2.99 per Common share after the payment of Preferred dividends, as compared with \$1.94 the previous year.

The Earned Surplus Account has been charged with the regular quarterly dividends on the Preferred and Common shares, and an amount of \$71,919.75 was transferred from Earned Surplus Account to Capital Surplus Resulting from the Redemption of Preferred Shares.

The Company's Earned Surplus now stands at \$915,872.13, an increase of \$84,544.87 over the previous year.

Working Capital, after providing for all known liabilities, including provision for estimated income taxes and redemption of First Secured Bonds maturing 1st May 1953, amounts to \$1,622,432.40, an increase of \$94,232.07 over the previous year.

No large capital expenditures were undertaken during the year, but the plant and equipment were kept in good repair.

In the past year, which marked the Company's twenty-fifth anniversary, malt production and sales were higher than ever before.

Latest crop reports indicate a bumper crop of barley in Canada this year, and with favorable conditions, we can look forward to obtaining our requirements of malting barley without difficulty.

We record with deep regret the recent death of Mr. C. E. Hayles, a Director of this Company. His passing will result in a great loss to the Company.

Your Directors have resolved to call for redemption on October 31 1952, all the outstanding Preferred shares of the Company.

Your Directors sincerely thank all employees for their continued loyal and efficient service throughout the year.

On behalf of the Board of Directors,

G. S. SNELL,
President.

Winnipeg, Manitoba,
30th September 1952.

Dominion Malting

BALANCE SHEET

CURRENT ASSETS	ASSETS	
Cash in Bank.....		\$ 226,712.04
Accounts Receivable		
Trade Accounts.....	\$ 675,497.74	
Employees' Canada Savings Bond Accounts (secured).....	1,994.49	\$ 677,492.23
Inventory of Barley, Malt in Process, Malt, Fuel, etc., valued on the basis of Cost or Market whichever is the lower, as determined and certified by responsible officers of the Company.....	\$1,330,505.74	
Less Reserve for Inventories.....	200,000.00	1,130,505.74
Prepaid Expenses.....		23,337.64
		\$2,058,047.65
MEMBERSHIPS AND SHARES IN GRAIN TRADE ORGANIZATIONS		
(Approximate Market Value \$7,188.00).....		6,788.00
FIXED ASSETS		
	<u>Cost</u>	<u>Reserve for Depreciation</u>
Buildings.....	\$1,147,108.43	\$ 448,668.44
Temporary Storage Annex.....	19,319.50	19,319.50
Machinery and Equipment.....	906,733.52	822,452.45
Furniture and Fixtures.....	16,194.27	10,363.42
Trucks.....	9,700.05	5,600.23
	\$2,099,055.77	\$1,306,404.04
		792,651.73
LEASE.....		6,680.00

Approved on behalf of the Board

G. S. SNELL,
Director

D. A. THOMPSON,
Director

\$2,864,167.38

AUDITORS'

To the Shareholders of Dominion Malting Company Limited,
Winnipeg, Manitoba.

We have examined the books and accounts of Dominion Malting Company Limited for the year ended 31st July 1952, and in our opinion, the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the assets and liabilities of the Company as at that date, and as shown by the books of the Company.

Subsequent to 31st July 1952 the Company called for redemption on 31st October 1952 all its then outstanding shares.
Winnipeg, Manitoba.
26th September 1952.

31st JULY 1952

LIABILITIES AND CAPITAL

CURRENT LIABILITIES

Accounts Payable and Accrued Expenses.....		\$	184,675.31
Provision for Estimated Income Taxes Payable.....			203,339.94
First Secured Bonds maturing 1st May 1953.....			42,500.00
Accrued Bond Interest.....			5,100.00
		\$	<u>435,615.25</u>

FIRST SECURED BONDS

Authorized.....	\$2,000,000.00		
Issued Series A.....	\$ 850,000.00		
Less Redeemed to 1st May 1952.....	297,500.00	\$552,500.00	
<p>\$42,500.00 maturing on 1st May of each of the years 1953 to 1965 inclusive. Interest payable at 3½% per annum on bonds maturing to 1st May 1955 and at 3¾% per annum on bonds maturing thereafter.</p>			
Less Bonds maturing 1st May 1953 shown as Current Liability.....	42,500.00		510,000.00

CAPITAL SURPLUS RESULTING FROM REDEMPTION OF PREFERRED SHARES

Balance at 31st July 1951.....	\$ 52,280.25		
Add Amount transferred from Earned Surplus.....	71,919.75		124,200.00

CAPITAL

Authorized for issuance			
12,100 5% Cumulative Redeemable Sinking Fund Preferred Shares of \$100.00 each			
125,000 Common Shares of No Par Value			
Issued and fully paid			
8,100 Preferred Shares.....	\$ 810,000.00		
Less			
1,242 Preferred Shares redeemed and cancelled.....	124,200.00		
6,858.....	\$ 685,800.00		
78,800 Common Shares.....	192,680.00		878,480.00

EARNED SURPLUS (per Statement III).....			915,872.13
			<u>\$2,864,167.38</u>

REPORT

July, 1952 and we report that we have obtained all the information and explanations we have required and the Company's affairs at 31st July 1952, according to the best of our information and the explanations

including Preferred Shares at \$105.00 per share plus accrued dividends.

GEORGE A. TOUCHE & CO.,
Chartered Accountants,
Auditors.

Dominion Malting Company Limited

PROFIT AND LOSS STATEMENT

For the Year Ended 31st July 1952

INCOME FROM THE COMPANY'S OPERATIONS after meeting all expenses including Executive Salaries \$113,199.94, which includes adjustment of prior year, and Legal Fees \$2,000.00 but before taking into account the items shown below.....		\$675,358.17
INCOME FROM INVESTMENTS.....		693.50
		<u>\$676,051.67</u>
Less Depreciation.....	\$ 74,863.70	
Bond Interest.....	21,515.60	
Directors' Fees.....	3,200.00	99,579.30
		<u>99,579.30</u>
PROFIT for the year ended 31st July 1952 before providing for estimated Income Taxes.....		\$576,472.37
Less Provision for estimated Income Taxes.....		305,000.00
		<u>305,000.00</u>
NET PROFIT transferred to Earned Surplus (Statement III).....		<u><u>\$271,472.37</u></u>

Dominion Malting Company Limited

STATEMENT OF EARNED SURPLUS

For the Year Ended 31st July 1952

BALANCE at 31st July 1951.....		\$831,327.26
<i>Less Dividends</i>		
On 5% Preferred Shares.....	\$36,246.25	
On Common Shares.....	78,800.00	\$115,046.25
Transferred to Capital Surplus resulting from redemption of Preferred Shares.....		
	71,919.75	186,966.00
		\$644,361.26
<i>Add</i> Balance transferred from Profit and Loss Account (Statement II).....		
	\$271,472.37	
Discount on 5% Preferred Shares redeemed.....	38.50	271,510.87
BALANCE at 31st July 1952.....		\$915,872.13

