

FOREIGN POWER SECURITIES  
CORPORATION LIMITED

*Annual Report*

*For the Year Ended October 31, 1964*

DIRECTORS

W. D. ARDELL  
P. P. DAIGLE  
O. J. GRIESAR  
R. DE WOLFE MACKAY, Q.C.  
P. N. THOMSON  
W. HOWARD WERT, C.A.  
A. J. WISHART

OFFICERS

*President*

R. DE WOLFE MACKAY, Q.C.

*Vice-President*

W. HOWARD WERT, C.A.

*Secretary*

T. J. RAPPELL

*Treasurer*

R. F. MARTIN

*Auditors*.....PRICE WATERHOUSE & Co.  
*Transfer Agents*....MONTREAL TRUST COMPANY  
*Registrar*.....THE ROYAL TRUST COMPANY

*Head Office*

41st FLOOR SOUTH  
1 PLACE VILLE MARIE  
MONTREAL 2, QUE.

OCT 27 1965

# FOREIGN POWER SECURITIES CORPORATION LIMITED

## STATEMENT OF REVENUE AND EXPENSES FOR THE YEAR ENDED OCTOBER 31, 1964

### REVENUE —

Dividends, interest and other income.....		\$207,996.34
---	--	--------------

### EXPENSES —

Directors' fees.....	\$ 1,300.00	
Executive salaries.....	2,500.00	
Legal expenses.....	6,533.25	
Interest.....	91,154.73	
Other expenses.....	8,565.89	110,053.87
Net revenue for the year ended October 31, 1964.....		<u>\$ 97,942.47</u>

### AUDITORS' REPORT TO THE SHAREHOLDERS OF FOREIGN POWER SECURITIES CORPORATION LIMITED:

We have examined the balance sheet of Foreign Power Securities Corporation Limited as at October 31 1964 and the statement of revenue and expenses for the year ended on that date and have obtained all the information and explanations we have required. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, and according to the best of our information and the explanations given to us and as shown by the books of the Corporation, the accompanying balance sheet and statement of revenue and expenses are properly drawn up so as to exhibit a true and correct view of the state of the affairs of the Corporation as at October 31 1964 and the result of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

The aggregate profits of subsidiary companies have been included in the accounts of the Corporation only to the extent of the dividends received during the year ended October 31 1964.

PRICE WATERHOUSE & CO.

*Chartered Accountants.*

Montreal, December 8 1964



# FOREIGN POWER SECURITIES CORPORATION LIMITED

BALANCE SHEET — OCTOBER 31, 1964

## ASSETS

### INVESTMENTS, at cost:

Shares in subsidiary companies —		
Quoted securities (quoted market value — \$1,050,000).....	\$ 764,570.88	
Unquoted securities.....	<u>1,203,953.60</u>	\$ 1,968,524.48
Other —		
Quoted securities (quoted market value — \$7,485,000).....	\$4,334,639.58	
Unquoted securities.....	<u>1,171,015.31</u>	5,505,654.89
		<u>\$ 7,474,179.37</u>
Increase in book value of the Corporation's investments, attributed as reinstatement of paid-up capital.....		3,700,000.00
		<u>\$11,174,179.37</u>

### AMOUNT RECEIVABLE ON SALE OF INVESTMENTS:

Collectible on instalment basis in varying amounts 1965-74 (including U.S. \$268,902.33 expressed at par).....		351,309.08
--	--	------------

CASH.....		121,427.80
-----------	--	------------

Signed on behalf of the Board:

R. DE WOLFE MACKAY, Director  
W. HOWARD WERT, Director

\$11,646,916.25

## LIABILITIES

BANK LOAN (Secured).....	\$1,800,000.00	
PURCHASE OPTION DEPOSIT (U.S. \$17,250).....	<u>18,643.12</u>	<u>\$ 1,818,643.12</u>
<b>CAPITAL STOCK AND SURPLUS:</b>		
Capital stock —		
Common shares without nominal or par value —		
Authorized — 750,000 shares		
Issued — 565,000 shares.....		\$ 6,700,000.00
Capital surplus —		
Balance, October 31, 1963.....	\$2,014,494.23	
Surplus on sale of investments during the year.....	<u>331,514.83</u>	2,346,009.06
Earned surplus —		
Balance, October 31, 1963.....	\$ 684,321.60	
Net revenue for the year ended October 31, 1964 (statement attached).....	<u>97,942.47</u>	782,264.07
		<u>\$ 9,828,273.13</u>

NOTE: The Corporation has received claims from the Federal taxing authorities totalling some \$400,000 for additional taxes and interest in respect of prior years. The Corporation has appealed these assessments and they are not provided for in the accounts.

\$11,646,916.25

*L stack*

**FOREIGN POWER SECURITIES CORPORATION LIMITED**

41st Floor South

1 Place Ville Marie

MONTREAL 2, QUE.

January 4, 1965

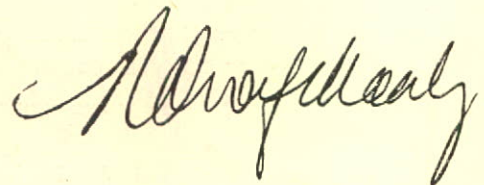
To the Shareholders:

Your Directors submit herewith the financial statements of your company for the year ended October 31, 1964, and the Report of the Auditors thereon.

You will note from the statement that net revenue for the year under review amounted to \$97,942.47, which represents an increase of \$41,602.99 over the net revenue for the preceding year.

Canadian Interurban Properties Limited, in which your company has a substantial interest, placed its shares on a regular dividend-paying basis during the year. That company's affairs are progressing satisfactorily, and it has acquired interests in a number of new real-estate developments in Canada, all of which appear to be promising.

Respectfully submitted on behalf of the Board.



President

