

INTERNATIONAL PAINTS (CANADA) LIMITED

Fourth Annual Report

FOR YEAR ENDED
SEPTEMBER 30

1932

Board of Directors

H. N. BAIRD, Montreal	SIR GEORGE MACDONOGH, K.C.M.G., etc., London, Eng.
E. J. COYLE, Vancouver	E. F. NEWCOMBE, K.C., Ottawa
J. H. DAVEY, Montreal	JAMES PLAYFAIR, Midland
L. L. GORDON, Vancouver	FRANK M. ROSS, Montreal
HON. A. K. HUGESSEN, K.C., Montreal	GENERAL J. W. STEWART, Vancouver
W. W. HUTCHISON, Montreal	C. H. TEMPLE, Montreal
J. E. LABELLE, K.C., Montreal	A. G. H. WARD, London, Eng.

Officers

GENERAL J. W. STEWART, President	J. H. DAVEY, Managing Director
FRANK M. ROSS, Vice-President	D. R. W. McKEAN, Secretary-Treasurer

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McGILL UNIVERSITY

Directors' Report

To the SHAREHOLDERS of

INTERNATIONAL PAINTS (CANADA) LIMITED:—

Dear Sir or Madam:—

Your Directors beg to submit herewith the Fourth Annual Report of the business and affairs of the Company for the fiscal year ended September 30th, 1932, together with Financial Statement certified by your Auditors, Messrs. Price, Waterhouse & Co.

After deducting \$26,036.72 for depreciation and providing additional Income Tax of \$401.69, the operations for the year show a loss of \$20,529.23. An amount of \$6,000.00 has been transferred from General Reserve to Bad Debt Reserve.

All inventories have been valued at market price or cost, whichever proved to be the lower.

The continued depression in the manufacturing and transportation industries has resulted in a further curtailment of the Company's business. During the year under review the Company acquired the old established firm of Stewart & Wood Limited in Toronto. This subsidiary is developing new markets for the Company's products in Ontario.

Substantial economies have been made in operations and your Company has maintained a strong liquid position.

Your Directors desire to express to the officials and all employees appreciation of their services rendered during the past year.

In accordance with the By-laws half of your Directors retire at the ensuing Annual General Meeting and are eligible for re-election.

For the Directors,

FRANK M. ROSS,
Vice-President.

Montreal, Que.,

November 29, 1932

International Paints (Canada) Limited

Balance Sheet September 30, 1932

ASSETS		LIABILITIES	
CURRENT ASSETS:		CURRENT LIABILITIES:	
Cash in Bank and on hand.....	\$30,636.62	Accounts Payable.....	\$ 19,435.86
Dominion of Canada and Canadian National Railway Bonds (par value \$100,000) at book value (market value \$98,220.00).....	97,294.00	GENERAL RESERVE	30,317.41
Accounts Receivable (less Reserve for Doubtful Accounts).....	66,797.24	RESERVE FOR DEPRECIATION OF BUILDINGS, MACHINERY AND EQUIPMENT	121,046.88
Inventories of Raw Materials, Manufactured Stocks and Goods in Process, as certified by the Management.....	161,693.33	7½% CUMULATIVE PARTICIPATING PREFERRED STOCK:	
	\$ 356,421.19	Authorized and Issued—	
INVESTMENT in and amounts due from Associated Companies.....	68,891.30	28,000 Shares at \$30 each.....	840,000.00
INVESTMENT in Capital Stocks of other Companies at Cost.....	28,101.00	COMMON STOCK:	
DEFERRED CHARGES:		Authorized and Issued—	
Prepaid Insurance, Taxes, etc.....	9,089.08	Class A — 20,860 shares without par value.....	\$104,300.00
PROPERTY ASSETS:		Class B — 7,140 shares without par value.....	35,700.00
Land, Buildings, Machinery and Equipment.....	\$446,487.18		\$140,000.00
Goodwill, Trademarks and Formulae.....	140,000.00	of which the total amount is attributable to Surplus.....	140,000.00
	586,487.18	SURPLUS as per statement attached.....	38,189.60
	<u>\$1,048,989.75</u>		<u>\$1,048,989.75</u>

Approved on behalf of the Board:

F. M. ROSS, Director.
H. N. BAIRD, Director.

NOTE:—Dividends on 7½% Cumulative Participating Preferred Stock paid up to June 30, 1931.

AUDITORS' REPORT TO THE SHAREHOLDERS:

We have made an examination of the books and accounts of International Paints (Canada) Limited for the year ending September 30, 1932, and have received all the information and explanations which we have required; and we report that, in our opinion, the above Balance Sheet is properly drawn up and shows the true financial position of International Paints (Canada) Limited at September 30, 1932, according to the best of our information and the explanations given to us and as shown by the books of the Company.

MONTREAL, November 17, 1932.

PRICE, WATERHOUSE & CO.,
Auditors.

Statement of Surplus and Profit and Loss Account for the Year ending September 30, 1932

Surplus at September 30, 1931.....		\$58,718.83
Net Profit from operations before providing for Depreciation.....	\$ 5,909.18	
Deduct: Provision for Depreciation.....	26,036.72	
Net Loss for year.....	\$ 20,127.54	
Add: Additional Income Tax paid in respect of profits to September 30, 1931.....	401.69	
		20,529.23
Surplus, Balance at September 30, 1932.....		<u>\$38,189.60</u>

