

**Standard Chemical
Company
Limited**



**EIGHTEENTH
ANNUAL
REPORT**



**31st March
1929**

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STANDARD CHEMICAL COMPANY Limited

ANNUAL STATEMENT

For Twelve Months Ending 31st March, 1929

DIRECTORS

M. L. DAVIES *President*

L. M. WOOD *Vice-President*

HON. WALLACE NESBITT, K.C.

ROBERT FLEMING

W. J. SHEPPARD

J. B. TUDHOPE

E. JAMES BENNETT

Secretary-Treasurer, R. M. SEDGEWICK

Head Office:

200 Bay Street, Toronto, Ont.

Standard Chemical Company

Limited

To the Shareholders:—

Your Directors beg to present herewith the Eighteenth Annual Report and Balance Sheet for the fiscal year ending March 31st, 1929, together with Certificate of the Company's Auditor's, Messrs. Price, Waterhouse and Company.

Your Company continues to make satisfactory progress, the results as compared with the previous year being as follows:—

Year ending March 31st	Cords Carbonized	Sales	Gross Profit	Net Profit	Per Share
1929	48,233	\$2,200,543	\$275,769	\$209,067	= \$5.60
1928	44,864	\$1,781,243	\$212,421	\$139,667	= \$3.74
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Increase =	3,369	\$ 419,300	\$ 63,348	\$ 69,400	= \$1.86

During the year, the Funded Debt was reduced by \$94,980.99 and it is anticipated this liability will be extinguished in the course of the next eighteen months. The Current Assets show a decrease of \$3,979.16 against a decrease in Current Liabilities of \$64,997.37.

Your factories have, as usual, been well maintained, the cost of which was charged to Operations. The depreciation account was credited with \$35,000, being the same amount as for the previous year.

A dividend of \$1.00 per share was paid March 15th. Your Directors have declared a dividend of \$1.00 per share and a bonus of \$1.00 per share, both payable June 25th to Shareholders of record May 25th, making total disbursements of \$3.00 per share for the year under review.

It is with much regret that your Directors record the death of their colleague, Mr. Wm. Thomson, who served on the Board from the inception of the original Company in 1897.

Your Directors wish to express their appreciation of the faithful and efficient service rendered by the staff and employees.

On Behalf of the Board,

M. L. DAVIES,
President.

Toronto, May 16th, 1929.

Standard Chemical Company Limited

And Subsidiary Companies

CONSOLIDATED
STATEMENT OF PROFIT AND LOSS
FOR THE
YEAR ENDING, MARCH 31st, 1929

Profit from operations of the combined companies, before charging depreciation, and interest and before providing for income tax	\$ 275,769.42
Deduct: Interest on outstanding debentures	13,895.72
Profits before depreciation or income tax	\$ 262,073.70
Deduct: Amount provided for depreciation	35,000.00
Profit before providing for income tax	\$ 227,073.70
Deduct: Provision for income tax	18,005.90
NET PROFIT FOR THE YEAR	\$ 209,067.80

Standard Chemical Company Limited

And Subsidiary Companies

CONSOLIDATED BALANCE SHEET

MARCH 31ST, 1929

ASSETS

FIXED ASSETS:

Land, Timber Limits, Plant and Equipment, As at April 1, 1928.....	\$	567,700.74	
Less: Net deductions during year.....		8,043.68	
		\$559,657.06	Balance
Less: Reserve for depreciation of plant			
As at April 1, 1928.....	\$35,000.00		
Provision for past year.....	35,000.00	70,000.00	\$ 489,657.06

INVESTMENT IN CAPITAL STOCK OF WOOD PRO- DUCTS COMPANY, LIMITED.....		1.00	
SINKING FUND, CASH, ETC.....		45,594.40	

CURRENT ASSETS:

Inventories (as certified to by responsible officials):			
Wood.....	\$	500,248.37	
Finished and partly finished products, Raw Materials, etc.....		459,447.15	
	\$	959,695.52	
Accounts Receivable, less Reserve.....		262,073.01	
Investment in Dom. of Canada 5½% Bonds...		101,000.00	
Working Funds.....		9,775.66	
Cash on Hand and in Banks.....		97,312.62	
		\$1,429,856.81	

DEFERRED CHARGES TO FUTURE OPERATIONS:

Sawmill and Railway Construction Costs at South River, less amounts written off.....	\$	58,549.83	
Prepaid Insurance Premiums, etc.....		29,266.83	
		87,816.66	
		\$2,052,925.93	

Toronto, May 15th, 1929.

AUDITOR'S REPORT TO THE SHAREHOLDERS:

We have examined the books and accounts of Standard Chemical Company, Limited, and its Subsidiary Companies for the year ending March 31, 1929, and having obtained all the information and explanations which we have required, certify that the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the financial position of the combined companies as at March 31, 1929, according to the best of our information and the explanations given to us and as shown by the books of the Companies.

PRICE, WATERHOUSE & COMPANY,
Auditors.

APPROVED ON BEHALF OF THE BOARD:

M. L. DAVIES, Director.
L. M. WOOD, Director.

Standard Chemical Company Limited

And Subsidiary Companies

CONSOLIDATED BALANCE SHEET MARCH 31st, 1929

LIABILITIES

CAPITAL AND SURPLUS:

Capital:

Authorized—38,750 shares without nominal or par value,
of which 37,277 shares are issued fully paid..... \$1,336,581.92

Note: 1352 of the above shares are held by
Trust Company, to be exchanged for old
7% Cumulative Preferred and Common
shares not yet surrendered.

Surplus:

As at April 1st, 1928..... \$ 102,390.49

Add: Net profit for the year, ending March 31st,
1929, after providing for income tax..... 209,067.80

\$ 311,458.29

Deduct: Dividends paid during year 74,554.00

236,904.29

\$1,573,486.21

FUNDED DEBT:

First Mortgage 5% Debenture
Stock..... £200,000 \$ 973,333.32

Less: Purchased and held by
trustee..... 158,085 769,346.85

£41,915 \$203,986.47

First Mortgage 6% Gold Bonds
of Laurentian Chemical Com-
pany Limited..... \$100,000.00

Less: Redeemed..... \$84,000.00

Purchased and held by
the company..... 3,000.00

87,000.00

13,000.00

216,986.47

CURRENT LIABILITIES:

Accounts Payable..... \$ 105,196.06

Accrued Interest..... 16,352.22

Reserve for Income Tax..... 30,001.47

151,549.75

RESERVES FOR CONTINGENCIES..... 110,903.50

\$2,052,925.93

