

**Standard Chemical
Company
Limited**



**TWENTY-SECOND
ANNUAL
REPORT**



**31st March
1933**

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STANDARD CHEMICAL COMPANY Limited

ANNUAL STATEMENT
For Twelve Months Ending 31st March, 1933

DIRECTORS

M. L. DAVIES - - - - - *President*
L. M. WOOD - - - - - *Vice-President*

ROBERT FLEMING
W. J. SHEPPARD
J. B. TUDHOPE
E. JAMES BENNETT
J. L. HOULT

Secretary-Treasurer, R. M. SEDGEWICK

Head Office:
200 Bay Street, Toronto, Ont.

Standard Chemical Company Limited

To the Shareholders:—

Your Directors submit herewith their Report for the Year ended March 31st, 1933, together with Certificate of the Company's Auditors, Messrs. Price, Waterhouse and Company.

After providing \$17,500 for Depreciation, the accounts show a net loss of \$177,104.66, as compared with a net loss of \$16,108.74, the previous year.

In common with the shrinkage in general manufacturing activities, your Company's business suffered a further decline, due largely to the fact that some of your products serve as raw material in other lines of industry, the curtailment therein being reflected in your Company's turnover.

In addition, temporary lack of employment induced settlers on cut over timber lots to turn their attention to the production of Charcoal which was placed on the market at phenomenally low prices, and in order to retain valuable and widespread connections, your Company was compelled to meet such competition.

The Lumber Market was materially affected by the absence of building operations and reduced output in automobiles, furniture and other consuming industries.

Sales amounted to \$855,115 against \$1,121,645 the previous year. 19,082 cords were carbonized, compared with 24,252 cords during the former period.

Substantial economies were put into effect in all departments of your Company.

Your plants were maintained in good order and condition, the cost being charged, as usual, to operations.

Once again, your Directors wish to acknowledge the devoted services of the staff and all employees of the Company during a very trying period.

On Behalf of the Board.

M. L. DAVIES,
President.

Toronto, May 25th, 1933.

Standard Chemical Company Limited

And Subsidiary Company

CONSOLIDATED BALANCE SHEET MARCH 31st, 1933

ASSETS

CURRENT ASSETS:

Cash on Hand and in Banks.....	\$ 19,222.64		
Working Funds.....	8,355.04		
Accounts Receivable, less Reserve.....	175,222.21		
Inventories (as certified to by responsible officials):			
Wood.....	\$408,763.37		
Finished and partly finished products, Raw Materials, etc.	474,676.44		
		\$883,439.81	
			\$1,086,239.70

FIRE INSURANCE FUND, (Canadian National Railway and Dominion of Canada Bonds, at cost).....			17,039.25
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DEFERRED CHARGES:

Prepaid Insurance Premiums, etc.....			18,361.01
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INVESTMENT IN CAPITAL STOCK OF WOOD PRODUCTS COMPANY, LIMITED.....			1.00
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FIXED ASSETS:

Land, Timber Limits, Plant and Equipment:			
As at April 1, 1932.....	\$624,746.53		
Add: Net additions during year.....	8,478.43		
		\$633,224.96	
Less: Reserve for depreciation of plant:			
As at April 1, 1932.....	\$157,500.00		
Provision for past year.....	17,500.00	175,000.00	458,224.96

\$1,579,865.92

Toronto, May 25th, 1933

AUDITORS' REPORT TO THE SHAREHOLDERS:

We have examined the books and accounts of Standard Chemical Company, Limited, and its Subsidiary, Charcoal Supply Company of Quebec Limited for the year ending March 31, 1933, and having obtained all the information and explanations which we have required, report that, in our opinion 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, 1933, 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,
Chartered Accountants

APPROVED ON BEHALF OF THE BOARD:

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

Standard Chemical Company Limited

And Subsidiary Company

CONSOLIDATED BALANCE SHEET MARCH 31st, 1933

LIABILITIES

CURRENT LIABILITIES:

Bank Loans.....	\$ 90,000.00	
Accounts Payable and accrued Liabilities.....	96,721.32	
		\$ 186,721.32

RESERVE FOR CONTINGENCIES	53,486.89
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CAPITAL AND SURPLUS:

Capital Stock:

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

Note: 786 of the above shares are held by the Trust Company, to be exchanged for old 7% Cumulative Preferred and Common shares not yet surrendered.

Surplus:

Surplus as at April 1st, 1932.....	\$188,818.95	
Add: Amount transferred from Reserve for Contingencies as authorized by Directors.....	10,000.00	
		198,818.95
Deduct: Dividend of 50 cents per share.....	18,638.50	
		180,180.45
Deduct also: Net loss for the year ending March 31st, 1933 after providing \$17,500.00 for depreciation.....	177,104.66	
		3,075.79
		<u>1,339,657.71</u>
		<u><u>\$1,579,865.92</u></u>

NOTE:—There is a contingent liability of \$34,500.00 in respect of guarantee of Bank Loan of an Associated Company secured by hypothecation of First Mortgage Gold Bonds of that Company.

