

**Standard Chemical
Company
Limited**



**TWENTY-THIRD
ANNUAL
REPORT**



**31st March
1934**

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STANDARD CHEMICAL COMPANY Limited

ANNUAL STATEMENT For Twelve Months Ending 31st March, 1934

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 and Balance Sheet for the Year ended March 31st, 1934, together with the Certificate of the Company's Auditors, Messrs. Price, Waterhouse and Company.

Your Company shared in the improved business conditions which prevailed during the period under review, and particularly in the latter part of the year. An increased demand was realized for practically all the products of your Company, together with higher price levels in some commodities. Due to the foregoing and the economies forecast in the last Annual Report, there is an improvement in the operations of your Company for the year of \$40,413.28 over the previous twelve months. The loss was \$119,191.38, to which must be added \$17,500 for depreciation, making a net loss of \$136,691.38, as compared with a loss of \$177,104.66 in the preceding period.

There has been an expansion in your Company's Lumber business, due to the revival of activity in the automobile, furniture and other industries, together with new connections established in the United Kingdom.

The acute situation regarding Charcoal, referred to in the previous report, has been relieved, and lower manufacturing costs assured during the current year will enable your Company to retain its valuable connections in this commodity.

A substantial improvement in sales was realized, namely:

Year ended March 31st, 1934.....	\$1,174,762
" " 1933.....	855,117
	<hr/>
Increase	\$ 319,645

36,502 cords of hardwood were carbonized against 19,082 cords for the previous year.

As customary, your plants were maintained in efficient condition, the expense being charged to Operations.

Your Directors once more wish to place on record the loyal services of the staff and employees of the Company during the past year.

On behalf of the Board.

M. L. DAVIES,
President.

Toronto, May 31st, 1934.

Standard Chemical Company Limited

And Subsidiary Companies

CONSOLIDATED BALANCE SHEET

March 31st, 1934

ASSETS			
CURRENT ASSETS:			
Cash on Hand and in Banks.....	\$	16,977.24	
Working Funds		7,198.44	
Accounts Receivable, less Reserve.....		165,245.47	
Inventories (as certified to by responsible officials):			
Wood	\$277,564.54		
Finished and partly finished products, Raw Materials, etc.....	420,940.52		
		\$698,505.06	
			\$887,926.21
AGREEMENTS FOR SALE & SUNDRY INVESTMENTS	\$		12,901.53
FIRE INSURANCE FUND, (Canadian National Railway and Dominion of Canada Bonds, at cost).....			24,604.87
(Market Value \$25,617.00.)			
DEFERRED CHARGES:			
Prepaid Insurance Premiums, etc.....			17,840.73
INVESTMENT IN CAPITAL STOCK OF WOOD PRODUCTS COMPANY, LIMITED.....			1.00
FIXED ASSETS:			
Land, Timber Limits, Plant and Equipment:			
As at April 1, 1933.....	\$633,224.96		
Add: Net additions during year.....	4,932.08		
		\$638,157.04	
Less: Reserve for depreciation of plant:			
As at April 1, 1933.....	\$175,000.00		
Provision for past year.....	17,500.00	192,500.00	445,657.04
			\$1,388,931.38

Toronto, May 31st, 1934.

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, 1934, 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, 1934, 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.
JAMES B. TUDHOPE, Director.

Standard Chemical Company Limited

And Subsidiary Companies

CONSOLIDATED BALANCE SHEET

March 31st, 1934

LIABILITIES

CURRENT LIABILITIES:

Accounts Payable and accrued Liabilities..... \$124,667.36

RESERVE FOR CONTINGENCIES..... 61,297.69

CAPITAL:

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: 783 of the above shares
are held by the Trust Com-
pany, to be exchanged for old
7% Cumulative Preferred
and Common shares not yet
surrendered.

Deficit:

Loss for the year ending March 31, 1934, after providing \$17,500.00 for depreciation	\$136,691.38	
Less: Surplus as at April 1, 1933.....	3,075.79	
	<hr/>	133,615.59
		<hr/>
		1,202,966.33
		<hr/>
		<u>\$1,388,931.38</u>

NOTE:—There is a contingent liability of \$29,400.00
in respect of guarantee of Bank Loan of an Associat-
ed Company secured by hypothecation of First
Mortgage Gold Bonds of that Company.

