

DAVID & FRÈRE

LIMITÉE

BISCUITERIE
CONFISERIE

1930 RUE CHAMPLAIN
MONTREAL

TÉLÉPHONE
AMHERST 2115

FINANCIAL REPORT FOR THE YEAR ENDING MARCH 31st, 1945

Your Board of Directors have decided to present the balance sheet in a new form, believing that it is simpler and easier to understand and, that it more clearly presents the Working Capital, which at \$442,421.03 is the highest in the history of the company.

Your Directors are also happy to have been able to increase the dividends for the year ending March 31st, and at the same time carry to surplus \$35,716.83 which is \$5,000.00 more than last year. This increase in dividends and surplus is due to the energy and ability of your officers and employees and we wish to take this occasion of tendering them our sincere thanks.

The employees of the company have subscribed generously to the 6th and 7th Victory Loans amounting in all \$35,500.00.

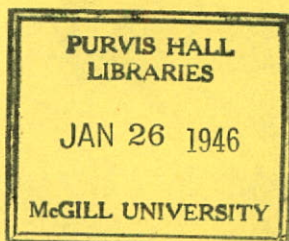
Demand as usual exceeds the supply for your products and, at the moment, there is no possibility of producing more due to the rationing of raw materials.

Respectfully submitted on behalf of your directors.

(Signed) deGasper Beaubien,

President.

May 15th, 1945.



DAVID & FREIRE

MINUTE

MONTREAL

FINANCIAL STATEMENT FOR THE YEAR ENDING MARCH 31, 1945

Your Board of Directors have decided to present the balance sheet as a new form, believing that it is simpler and easier to understand and, that it more clearly presents the financial position, which at 1945, 1946 is the highest in the history of the company.

Your Directors are also happy to have been able to increase the dividend for the year ending March 31, 1945, at the same time carry to surplus \$10,710,000, which is \$10,000,000 more than last year. This increase in dividend and surplus is due to the energy and ability of your officers and employees and we wish to take this occasion of thanking them for their efforts.

The expenses of the company have increased proportionally to the 1945 and 1946 history books amounting to all \$10,000,000.

Demands are made on the company for new products and at the moment, there is no possibility of producing more due to the rationing of the materials.

Respectfully submitted on behalf of your Directors.

(Signed) George Beaudin.

President

May 1945, 1945.

BALANCE SHEET
as at
MARCH 31st, 1945

CURRENT ASSETS

Cash in Bank and on hand	\$35,255.88
Investment (market price \$238,228.00)	234,860.00
Suspense Account: 50 shares David "A"	800.00
Accounts Receivable, less reserves	116,476.51
Inventories (as certified to by com- pany officials, at cost or market, whichever is lower)	<u>110,364.01</u>

\$497,756.40

TOTAL CURRENT ASSETS

LESS CURRENT LIABILITIES

Accounts payable and accrued expenses

55,335.37

WORKING CAPITAL - Surplus of current assets
over current liabilities in the ratio
of 9 to 1

442,421.03

OTHER ASSETS

Land, buildings, machinery, equipment,
rolling stock and furniture
Less reserve for depreciation charged
to prior operations

521,258.67

333,393.81

187,864.86

Prepaid expenses, taxes, insurance, etc.
Receiver General of Canada, for re-
fundable portion of Excess Profits Tax
Goodwill

4,387.61

1,708.61

1.00

NET VALUE OF SHARES

23,000 Class "A")
23,000 Class "B") - \$354,200.00)
Surplus) - 282,183.11) -

\$636,383.11

BALANCE SHEET

MARCH 31, 1935

ASSETS

135,222.86
234,800.00
800.00
110,478.21
110,364.01

Cash in bank and on hand
Investment (market price \$234,800.00)
Savings Account: 80 shares Davis "A"
Accounts Receivable, less reserves
Investment (as certified to by the
pay officials, at cost of market
which is lower)

TOTAL CURRENT ASSETS

245,786.40

LESS CURRENT LIABILITIES

60,320.37

Accounts payable and accrued expenses

WORKING CAPITAL - Surplus of current assets
over current liabilities in the ratio
of 2 to 1

445,466.03

OTHER ASSETS

321,258.27

Land, buildings, machinery, equipment,
village stock and furniture
Less reserve for depreciation charged
to prior operations

321,258.27

127,864.86

4,387.61

Prepaid expenses, taxes, insurance, etc.
Reserve General of Canada, for the
charitable portion of Texas profits tax
Goodwill

1,708.61

1.00

NET WORTH OF SHAREHOLDERS

25,000 Class "A"
25,000 Class "B"
25,000 Class "C"

25,000,000.00

25,000,000.00

25,000,000.00

SURPLUS ACCOUNT

BALANCE AS AT MARCH 31st, 1944

\$246,466.28

ADD

Profit for the year 1944-45 after deduction of cost of manufacturing, sales, sales tax, administration, depreciation, but before income taxes (Depreciation \$18,696.45).	108,504.06
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Adjustment to surplus due to retro-active amendment to Excess Profits Tax	2,622.44
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Profit on sale of bonds	<u>166.69</u>
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111,293.19

LESS

Income and Excess Profits Taxes	<u>46,888.86</u>
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NET PROFIT

64,404.33

DEDUCT

Dividend No. 40, June 30, 1944	5,737.50
Dividend No. 41, Sept. 30, 1944	5,737.50
Dividend No. 42, Dec. 31, 1944	5,737.50
Dividend No. 43, Mar. 31, 1945	<u>11,475.00</u>

28,687.50

BALANCE CARRIED TO SURPLUS

35,716.83

BALANCE AS AT MARCH 31st, 1945

\$282,183.11

CURRENT ACCOUNT

200,000.00

BALANCE AS AT MARCH 31st, 1944

ADD

Profit for the year 1943-44 after
deduction of cost of manufacturing,
sales, office, administration,
depreciation, but before income taxes
(Depreciation \$10,000.00)

100,000.00

Adjustment to surplus due to return
of assets to income tax

2,500.00

102,500.00

Profit on sale of bonds

117,000.00

LESS

Income and income tax

40,000.00

67,000.00

NET PROFIT

DEBIT

Dividend No. 40, Jan. 30, 1944 5,000.00
Dividend No. 41, Sept. 30, 1944 5,000.00
Dividend No. 42, Dec. 31, 1944 5,000.00
Dividend No. 43, Mar. 31, 1945 11,000.00

26,000.00

41,000.00

TRANSFER TO SURPLUS

11,000.00

BALANCE AS AT MARCH 31st, 1945

AUDITOR'S REPORT

We have examined the Balance Sheet of David & Frere, Limitee, for the year ending March 31st, 1945, and we have received all the information and explanations that we have required. We have examined and verified by tests the books of account, without making a detailed audit of the operating accounts.

On the basis of our examination we are of the opinion that the above balance sheet shows the true financial position of the company, as at March 31st, 1945, according to the best of our information and the explanations given to us as shown by the books of the company.

(Signed) Chartre, Samson, Beauvais,
Gauthier & Cie,

Chartered Accountants.

Montreal, May 15th, 1945.

AUDITOR'S REPORT

We have examined the balance sheet of David A. Turner, Limited, for the year ending March 31st, 1943, and we have received all the information and explanations that we have required. We have examined and verified by means the books of account, without making a detailed audit of the operating accounts.

On the basis of our examination we are of the opinion that the above balance sheet shows the true financial position of the company, as at March 31st, 1943, according to the best of our information and the explanations given to us as shown by the books of the company.

(Signed) Charles Gordon, Accountants,
Ottawa, Ontario.

Chartered Accountants.

Montreal, May 1st, 1943.