

# Russell Industries Limited

REPORT OF THE BOARD OF DIRECTORS

## ANNUAL MEETING

MARCH 31st, 1942

TO THE SHAREHOLDERS:

The Report submitted herewith covers the operations of the Company for the twelve months ended December 31st, 1941, and Balance Sheet as of that date.

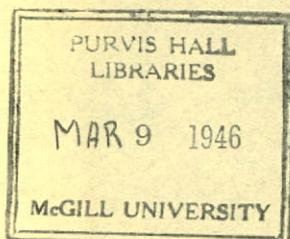
The Statement of Profit and Loss is as follows:

Balance brought forward January 1, 1941 .....				\$634,954.65
Net Gain for year ended December 31, 1941 .....				\$147,818.54
DEDUCT: Dividend on Cumulative Preference Shares for year ended December 31, 1941 .....				\$59,704.75
Dividend on Common Shares for year ended December 31, 1941 .....	67,766.00	127,470.75	20,347.79	
Balance carried forward December 31, 1941 .....				<u>\$655,302.44</u>

During the year, quarterly dividends at the rate of 7% per annum were paid on the Preference Shares and 80 cents a share on the Common Shares of the Company.

For the year ended December 31st, 1941, Canada Cycle & Motor Company Limited report a net profit of \$380,206.12, after providing \$409,990.67 for Dominion and Provincial Income Taxes and Dominion Excess Profits Taxes, as against \$302,142.85 taxes for 1940.

After payment of the dividend of 5% on the Cumulative Redeemable Sinking Fund First Preference Shares and payment to this Company of dividends amounting to \$140,000.00 on the Common Shares, and other adjustments amounting to \$46,890.81, a balance of \$145,821.56 has been added to their Profit and Loss Account.



For the year ended December 31st, 1941, Canadian Acme Screw & Gear Limited report a net profit of \$232,402.12, after providing \$560,000.00 for Dominion and Provincial Income Taxes and Dominion Excess Profits Taxes, as against \$230,000.00 taxes for 1940. No cash dividends were declared or paid during the year.

Both of these important subsidiaries of your Company have been and continue to be actively engaged in war work. This has necessitated further increases to their plant facilities.

During the year, the balance of the outstanding shares of Canadian Acme Screw & Gear Limited and West Toronto Holdings Limited were purchased by your Company, and both of these companies are now wholly owned subsidiaries.

The accounts of the Company have been duly audited and certified to by Messrs. Edwards, Morgan & Company, Chartered Accountants.

All of which is respectfully submitted.

H. R. TUDHOPE,  
*President.*

# RUSSELL INDUSTRIES LIMITED

(INCORPORATED UNDER THE LAWS OF THE PROVINCE OF ONTARIO)

## Balance Sheet, December 31st, 1941

### ASSETS

CASH IN BANKS:		
Current Account.....	\$16,182.59	
Savings Accounts.....	79,316.46	\$ 95,499.05
Dividends Receivable—Canada Cycle & Motor Company Limited, (Received January 2, 1942).....	50,000.00	
Accounts Receivable.....	4,980.37	\$ 150,479.42
INVESTMENTS AT BOOK VALUE:		
Dominion of Canada Bonds.....	\$483,836.25	
Provincial Government Bonds.....	93,687.50	
Preferred Stocks of Industrial Companies.....	136,285.98	
Common Stocks of Industrial Companies.....	151,817.01	
Common Stocks of Railway and Public Utility Companies...	5,017.25	
Bank Stocks.....	18,031.25	888,675.24
(Quoted Market Value of Investments—\$926,781.25)		\$1,039,154.66
Investments in Allied and Wholly Owned Subsidiary Companies:		
Mortgages Receivable.....	\$ 129,174.88	
Shares.....	1,588,313.46	1,717,488.34
Office Furniture and Fixtures.....		1.00
		\$2,756,644.00

### LIABILITIES

Reserves for Investments, Etc.....		\$ 401,341.56
CAPITAL STOCK—		
8,490 7% Cumulative Preference Shares—Par Value \$100.00	\$849,000.00	
85,100 Common Shares—Par Value \$10.00.....	851,000.00	1,700,000.00
		\$2,101,341.56
(NOTE: 244 7% Cumulative Preference Shares, Par Value \$100.00, were exchanged for 2,440 Common Shares, Par Value \$10.00, during the year 1941).		
Profit and Loss Account.....		655,302.44
		\$2,756,644.00

We have audited the books of Russell Industries Limited for the year ending December 31, 1941, and we certify that our requirements as Auditors have been complied with.

We also certify that the annexed Balance Sheet is in accord with the books and, in our opinion, correctly states the position of the Company on that date.

March 17th, 1942.

(Sgd.) EDWARDS, MORGAN & CO.,  
Chartered Accountants.

1941

ANNUAL REPORT

**RUSSELL INDUSTRIES  
LIMITED**

Head Office - - - TORONTO

**Directors:**

H. R. TUDHOPE, Esq.  
C. J. HARRIS, Esq.  
G. S. BRADEN, Esq.  
T. B. RUSSELL, Esq.  
N. P. PETERSEN, Esq.  
GLYN OSLER, Esq., K.C.  
J. A. RUSSELL, Esq.

**Officers:**

H. R. TUDHOPE, President  
C. J. HARRIS, Vice-President  
G. W. SUGGITT, Secretary and Treasurer

**Russell Industries Limited**

NOTICE OF ANNUAL  
GENERAL MEETING OF SHAREHOLDERS

TORONTO, March 19th, 1942.

NOTICE is hereby given that the Annual General Meeting of the Shareholders of Russell Industries Limited will be held at the Head Office of the Company, 207 Weston Road South, Toronto, Ontario, on Tuesday, the 31st day of March, 1942, at 4 o'clock in the afternoon (Daylight Saving Time), to receive the Report of the Directors and Financial Statements for the past year; to elect Directors; to appoint Auditors to hold office until the next Annual Meeting; and generally to transact any other business relating to the Company's affairs which may be brought before the Meeting.

A copy of the Annual Statement is enclosed, also a proxy form which, if you are unable to attend the Meeting, kindly sign and return to the undersigned.

By Order of the Board,

G. W. SUGGITT,  
Secretary.