

THE NIAGARA WIRE WEAVING CO. LIMITED

ANNUAL REPORT

MARCH 31st, 1937

June 17th, 1937.

To Our Stockholders:

Your Directors submit herewith the Company's Balance Sheet and Profit and Loss Statement for the year ending March 31st, 1937.

During the period under review the demand for paper and particularly newsprint resulted in gratifying increases in the business of your Company.

The changes in the Company's capital structure which took place during the past year are reflected in the Balance Sheet. On July 20th, 1936, the Company's Common Shares were sub-divided into two common shares, without nominal or par value, for each share previously outstanding and on October 1st, 1936, following the retirement of 3,000 Preference Shares through the Stock Purchase Fund, all of the outstanding Preference Shares were called for redemption. The result of this operation was very pleasing to your Directors and Management, as the holders of over 97% of the outstanding Preference Shares elected to retain their investment in the Company by converting their holdings into Common Shares prior to the redemption date.

Your plant at Niagara Falls has not only been maintained in good repair but the equipment is being constantly modernized to take advantage of new inventions and developments.

At this time your Directors wish to express their appreciation of the loyal and efficient service of the members of the staff and employees of the Company.

EDWARD J. BUELL,
President.

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THE NIAGARA WIRE WE

(Incorporated under The Compan

BALANC**AS AT 31st****ASSETS**

Cash on Hand and in Banks		\$ 136,309.12
Investments:		
Government and Corporation Bonds and Other Investments at Book Value (Quoted Market Value—\$435,660.25)		372,564.02
Accounts Receivable less Reserve:		
Trade	\$98,299.90	
Sundry	<u>1,998.08</u>	100,297.98
Inventories of Wire, Wire Cloth and Supplies		293,734.80
Cash Value—Life Insurance		50,035.65
Unabsorbed Fire Insurance Deposit and Municipal Tax Prepayment Certificates		6,570.01
Land, Building, Machinery and Equipment		552,563.32
Patents		1.00

Approved on behalf of the Board:

J. H. ROBERTS	} Directors
J. COLIN KEMP	

1,512,075.90**PROFIT AND****For the Year End**

Balance at Credit as at 31st March, 1936
ADD—Depeciation on Machinery charged in previous years bu
Cash Value—Life Insurance
Net Profit for the year, including Income from Investm
Investments and after Depreciation, Expenses re chang
DEDUCT—Dividends Paid and Payable:
Preference Shares
Common Shares— One dividend of 75c per share on old
per share, and one dividend of 50c per share on new
Balance at Credit as at 31st March, 1937

AUDITORS' REPORT T

We have examined the books and accounts of The Niagara Wire the information and explanations which we have required. We report that properly drawn up so as to exhibit a true and correct view of the state of explanations given to us, and as shown by the books of the Company.

Montreal, 20th May, 1937.

WEAVING COMPANY LIMITED

(Act of the Province of Ontario)

SHEET

MARCH, 1937

LIABILITIES

Accounts Payable and Accrued Charges including Provision for Income Taxes		\$124,510.97	
Dividends Payable 1st April, 1937		55,000.00	
Reserve for Returnable Containers		<u>36,743.71</u>	\$ 216,254.68
Reserves for Depreciation			376,337.64
Reserve for Contingencies			7,784.00
Capital Stock:			
Authorized by Supplementary Letters Patent dated 20th July, 1936—			
124,000 Shares of Common Stock without Nominal or Par Value			
Issued and Outstanding—			
110,000 Shares		134,249.00	
Capital Surplus Account:			
Balance as at 31st March, 1936	\$607,514.57		
Deduct—			
Amount transferred to Capital Stock Account	55,000.00		
Appropriation to the Stock Purchase Fund for retirement of Prefer- ence Shares	103,215.07		
Appropriation for the redemption of 411 Preference Shares	<u>24,249.00</u>	<u>182,464.07</u>	425,050.50
Profit and Loss Account:			
As per Statement		<u>352,400.08</u>	<u>911,699.58</u>
			<u>1,512,075.90</u>
Contingent Liability:			
The Company has entered into a contract to purchase certain assets, which contract has not been consummated.			

ASSETS ACCOUNT

31st March, 1937

Disallowed		\$177,818.89	
		30,984.39	
		50,035.65	
Profits and Net Profits from the sales of Assets in Capital Structure, and Income Taxes		<u>278,280.35</u>	
		537,119.28	
	12,048.00		
Common Shares, two dividends of 40c on Common Shares	<u>172,671.20</u>	<u>184,719.20</u>	
		<u>352,400.08</u>	

THE SHAREHOLDERS

Weaving Company Limited as at 31st March, 1937, and we have obtained all in our opinion, the above Balance Sheet and Profit and Loss Account are true and correct, and represent the Company's affairs, according to the best of our information and the

(Signed) McDONALD, CURRIE & CO.
Chartered Accountants.

THE NIAGARA WIRE WEAVING CO. LIMITED

HEAD OFFICE AND FACTORY
NIAGARA FALLS, ONTARIO

Manufacturers of Fourdrinier Wires and
Paper Machine Wire Cloth.

President

EDWARD J. BUELL

Secretary

EDWARD L. BUELL

Directors

EDWARD J. BUELL, EDWARD L. BUELL, G. M. M. EDWARDS

J. COLIN KEMP

J. H. ROBERTS