

# THE NIAGARA WIRE WEAVING COMPANY LIMITED

---

## ANNUAL REPORT

MARCH 31st, 1941

---

July 12th, 1941

To Our Stockholders:

Your Directors submit herewith the Company's Balance Sheet and Profit and Loss Statement for the twelve months ended March 31st, 1941. In spite of the continued high level of operations during the year, increases in costs of materials, labour and taxes reduced the net profit below the preceding year.

Your Directors are pleased to report that the installation of Wire Drawing Equipment has proved to be of inestimable value to your Company and has greatly assisted us in serving our customers with their requirements without interruption during the past year. By drawing this wire in Canada valuable U.S. exchange has been conserved for war needs. The output of this department is ample to provide fully for your Company's requirements and sufficient reserve capacity has been installed to provide for emergencies. This is available for the manufacture of fine wire for others.

Raw materials in the form of wire drawing rod must still be imported from the United States and further substantial increases in material costs were accentuated by the addition of the 10% War Exchange Tax on imports in June 1940. More serious than price considerations is the growing competition from War Industry for the limited output of the rolling mills producing this brass and phosphor bronze rod. In view of the importance of the foreign exchange being made available to Canada through the export of Pulp and Paper products, there is every reason to believe that the Governments at Ottawa and Washington will see their way clear to place your Company in such a priority position that there will be no interruption of the operations of the Paper Mills in Canada because of your Company's inability to obtain materials.

Last year it was pointed out that as a result of heavy increases in taxation your Company was making a very substantial contribution to Canada's War Effort. These taxes have been further increased, but it is the duty of your Company and its shareholders to accept such sacrifices as industry may be called upon to make in the interests of an "all out" war effort for Canada.

Your Directors wish to express their appreciation of the loyal and efficient service given by all the employees of the Company during the past year.

EDWARD J. BUELL,

President.

PURVIS HALL  
LIBRARIES

MAR 11 1946

McGILL UNIVERSITY

**THE NIAGARA WIRE WEAVE**

(Incorporated under The Companies Act, 1929)

**BALANCE SHEET****AS AT 31st MARCH 1941****ASSETS**

Cash	\$ 160,789.13
Investments:	
Government and Corporation Bonds and Other Investments (Quoted Market Value - \$252,021.00)	175,994.53
Accounts Receivable	158,152.13
Copper Contracts at Market Value	52,640.00
Inventories of Wire, Wire Cloth and Supplies	286,068.34
Cash Value of Life Insurance	83,641.78
Unabsorbed Fire Insurance Deposit	5,895.41
Investment in and Advances to Subsidiary Company	218,171.33
Land, Buildings, Machinery and Equipment	745,967.61
Patents	1.00

Approved on behalf of the Board:

1,887,321.26

EDW. J. BUELL	} Directors
G. R. TODD	

**STATEMENT OF PROFIT AND LOSS****For the Year Ended 31st March 1941**Balance at Credit as at 31st March, 1940ADD—Net Profit for the year, including Income Tax  
providing for all Expenses, Depreciation and AmortizationDEDUCT—Common Dividends Paid and Payable  
Four Quarterly Dividends of 50 cents per shareBalance at Credit as at 31st March, 1941**AUDITORS' REPORT TO SHAREHOLDERS**

We have examined the books and accounts of The Niagara Wire Weave Company and supporting evidence examined or tested accounting records of the Company and supporting evidence operating and income accounts for the year, but we did not examine the balance sheet and explanations which we have required.

Subject to the final determination of the liability for Income and Corporation Tax, the Balance Sheet and related Statement of Profit and Loss Account are properly drawn up and the affairs, as at 31st March, 1941, and the results of its operations for the year are explained in the explanations given to us and as shown by the books of the Company.

Montreal, 30th June, 1941.

**WEAVING COMPANY LIMITED**

(Act of the Province of Ontario)

**SHEET****MARCH, 1941****LIABILITIES**

Accounts Payable and Accrued Charges including Provision for Income Taxes		\$ 174,223.07
Dividend Payable 1st April, 1941		57,500.00
Reserve for Returnable Containers		60,469.12
Reserves for Depreciation		466,405.80
Capital Stock and Surplus:		
Capital Stock:		
Authorized—		
124,000 Shares of Common Stock without Nominal or Par Value		
Issued and Fully Paid—		
115,000 Shares	\$349,249.00	
Capital Surplus Account:		
Balance at Credit 31st March, 1940	310,315.40	
Profit and Loss Account—		
As per Statement	469,158.87	1,128,723.27
		<u>1,887,321.26</u>

**PROFIT AND LOSS ACCOUNT****31st March, 1941**

	\$469,094.82
Income from Investments and after Income Taxes	230,064.05
	<u>699,158.87</u>
Dividends—	
\$230,000.00 per Common Share	230,000.00
	<u>469,158.87</u>

**THE SHAREHOLDERS**

Weaving Company Limited as at 31st March 1941. In this connection we have conducted a general review of its accounting methods and of the details of all transactions. We have obtained all the information and ex-

cess Profits Taxes, we report that, in our opinion, the above Balance Sheet is in accordance with the true and correct view of the state of the Company's affairs as at that date, 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

JOHN G. HALLWORTH

Vice President

WILLIAM WHYTE

Vice President

E. H. WILLIAMS

Directors

EDWARD J. BUELL

J. G. HALLWORTH

J. COLIN KEMP

J. H. ROBERTS

G. R. TODD