

ONTARIO
STEEL PRODUCTS
COMPANY
LIMITED



Annual Report of the Board of Directors

For the Year Ended 30th June, 1930

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McGILL UNIVERSITY

OFFICERS

President:

W. WALLACE JONES

Vice-President and General Manager:

W. T. SAMPSON

Secretary:

G. G. HOOD

Treasurer:

G. F. PETCH

Board of Directors:

W. WALLACE JONES

W. T. SAMPSON

DR. C. H. BIRD

H. M. JAQUAYS

FRANK P. JONES

NEWBOLD C. JONES

D. FORD JONES

KENNETH MOLSON

J. T. RICHARDSON

Transfer Agent:

THE ROYAL TRUST COMPANY, Toronto and Montreal

Registrar:

NATIONAL TRUST COMPANY, Toronto and Montreal

Annual Report of the Board of Directors

TO THE SHAREHOLDERS:

The trade depression that started about the middle of 1929 continued throughout the whole of our Fiscal Year, with unsatisfactory operating results as shown in Statement presented herewith. It will be noted that Net Profit shows a decline of about 50% as compared with last year.

During this period of slackness your Management has effected many economies in the conduct of the business and increased efficiency of manufacturing operations.

All extensions and improvements at Chatham Division have been completed and the Special Bank Loan made in connection with same and reported in last Balance Sheet has been retired. The cost of these Extensions amounted to \$119,059.34 as compared with an Estimate of \$120,000 made last year.

Your Directors call attention to the reduction in Inventories of Merchandise amounting to \$213,722.13 or 36% less than last year. It will also be noted that Depreciation charges in 1930 amounted to \$92,210.03 as compared with \$83,847.65 in 1929.

First Mortgage Bonds of your Company outstanding at the present time amount to \$298,300.00, and purchases of same for Sinking Fund purposes and held in our Treasury amount to \$58,800.

“Ratio of Quick Assets in excess of Current Liabilities is 9.6, and the Net Quick Assets on 30th June, 1930 amount to \$820,257.01 as compared with \$973,519.61 on the 30th June, 1929.”

Dividends on the outstanding Preferred and Common Shares of the Company have been paid at the annual rate of 7% and \$1.60 per share respectively during the year, and 1¾% and 40 cents respectively per share has been declared payable on the 15th August 1930 to Stockholders of record 31st July.

All of which is respectfully submitted,
on behalf of the Board of Directors,

W. WALLACE JONES,
President.

W. T. SAMPSON,
Director

Gananoque, August 12, 1930.

BALANCE SHEET AS

ASSETS

CURRENT:

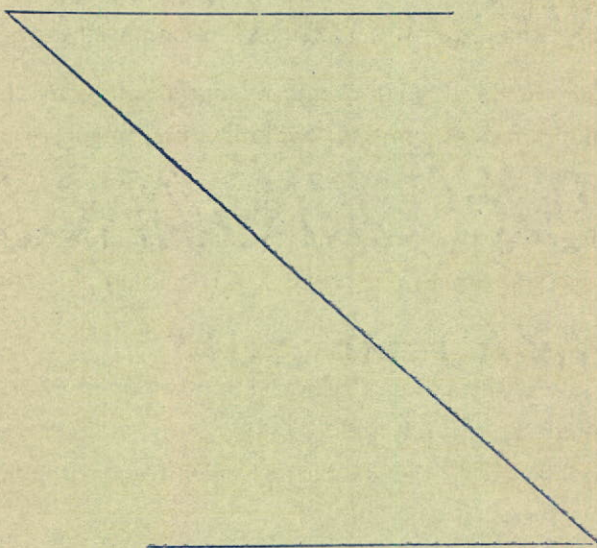
Cash	\$ 168,769.22	
Bills Receivable	10,903.36	
Accounts Receivable—Trade	214,405.82	
—Sundry	24,823.80	
Inventories of Merchandise	379,582.54	
Pension Fund Assets	61,618.55	
Sinking Fund Assets	55,200.18	915,303.47

DEFERRED CHARGES TO OPERATIONS:

Advances, Unexpired Insurance, Taxes, etc.		16,937.49
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FIXED:

Real Estate, Buildings, Plant and Power Rights	1,902,034.28	
Deduct—Sinking Fund Reserve written off Power Rights	26,700.00	
	1,875,334.28	
Add—New Work Completed—Chatham	119,059.34	
—Sundry	8,195.31	127,254.65
	2,002,588.93	
Goodwill	1.00	2,002,589.93



\$2,934,830.89

TO THE SHAREHOLDERS,

Ontario Steel Products Company Limited.

We have audited the books of the Ontario Steel Products Company Limited and have prepared the following explanations which we have required.

We certify that, in our opinion, the above Balance Sheet is properly drawn up according to the best of our information and the explanations given to us, and

Montreal, 14th July 1930.

AUDITOR

Approved on behalf of the Board,
 W. WALLACE JONES } Directors
 W. T. SAMPSON }

CTS COMPANY LIMITED

AT 30TH JUNE, 1930

LIABILITIES

CURRENT:

Accounts Payable	53,576.21	
Provision for Income Tax	5,000.00	
Bond Interest payable 2nd July 1930	9,750.00	
Provision for Dividends payable 15th August 1930		
Preferred	6,305.25	
Common	20,635.20	
Less—Interest on Unpaid Stock	220.20	20,415.00
		<u>95,046.46</u>

RESERVES:

For Bad Debts	17,374.23	
General Repairs	18,945.00	
Spring Guarantee	10,992.54	
Inventories	50,000.00	
Depreciation	775,475.59	
Pension Fund	65,879.30	938,666.66
		<u>938,666.66</u>

BONDED DEBT:

First Mortgage 6% Bonds due 2nd July 1943	600,000.00	
Less—Redeemed by Sinking Fund	301,700.00	298,300.00
		<u>298,300.00</u>

CAPITAL STOCK AND SURPLUS:

7% Cumulative Preferred:		
Authorized, Issued and Paid-up 3603 shares \$100. each		360,300.00
Common—Without Nominal or Par Value:		
Authorized—95588 shares		
Issued —51588 shares	893,428.32	
Paid-up —45588 shares fully paid	809,428.32	
— 6000 shares part paid	48,769.75	
		<u>858,198.07</u>

SURPLUS:

Balance as at 30th June 1929	464,206.16	
Deduct—Additional Income Tax 1929	1,096.13	
	463,110.03	
Add—Profit for year	169,181.50	
Less—Depreciation	92,210.03	76,971.47
	540,081.50	
Deduct—Bond Interest	19,500.00	
Preferred Dividends	25,221.00	
Common Dividends	82,540.80	127,261.80
	412,819.70	
Provision for Sinking Fund	28,500.00	384,319.70
		<u>1,242,517.77</u>
		<u>\$2,934,830.89</u>

REPORT

ed for the year ended 30th June 1930, and we have obtained all the information and
 wn up so as to exhibit a true and correct view of the state of the Company's affairs,
 shown by the books of the Company.

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

Ontario Steel Products Company Limited

OPERATING

DIVISION "A" - - -	GANANOQUE
BRANCH OF DIVISION "A" -	OSHAWA
DIVISION "B" - - -	GANANOQUE
DIVISION "C" - - -	CHATHAM

GENERAL OFFICES

GANANOQUE, ONTARIO

SALE AGENCIES

MONTREAL, Que.—F. Bacon & Company.....	111 St. Paul Street West
ST. JOHN, N. B.—H. G. Rogers Limited.....	147 Prince William Street
WINNIPEG, Man.—Stanley Brock Limited.....	145 Market Avenue East
CALGARY, Alta.—Stanley Brock Limited.....	325 Tenth Avenue West
VANCOUVER, B. C.—A. T. Chambers.....	714 Dominion Building

