

Penmans

LIMITED



FOURTEENTH ANNUAL REPORT 1919

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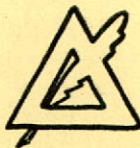
Penmans Limited

Corporate Office, Montreal, Que.

General Offices, Paris, Ont.

MILLS AT

Paris, Ont.	Brantford, Ont.
Thorold, Ont.	Waterford, Ont.
Port Dover, Ont.	Almonte, Ont.
Coaticook, Que.	London, Ont.
St. Hyacinthe, Que.	Ayr, Ont.



ANNUAL REPORT

For the Year Ending
December the 31st, 1919

Submitted at the Fourteenth Annual Meeting
Held on the First Day of March, 1920

Directors' Report

YOUR Directors are pleased to submit to the Shareholders their Annual Report of the operations of the Company for the year ending 31st of December, 1919.

Sales for the year amounted to \$8,538,848.15, a decrease of \$109,534.48 as compared with 1918.

The Net Trading Profits, together with other revenue, after providing for all cost of administration, payment of Bond Interest and allowance for Depreciation on Plant, amount to \$1,293,314.94, appropriated as follows:—

Preferred Stock Dividends	\$ 64,500.00
Common Stock Dividends	145,165.50
Patriotic Contributions	4,547.33
Provision for War Tax for 1918 and 1919 (two years)	425,000.00
Transferred to Reserve Account	500,000.00
Amount carried forward	<u>154,102.11</u>
	\$1,293,314.94

The Surplus of Liquid Assets over Liquid Liabilities has been increased during the year by \$481,897.40, the active surplus now amounting to \$3,636,132.90.

The Reserve Account and Surplus, as will be seen from the Balance Sheet, now amount to \$4,004,269.57.

During the year the Common Stock Dividend was placed upon a 7% per annum basis, beginning with the Quarter ending 30th of April.

The Company subscribed for \$200,000 of Canada's VICTORY LOAN BONDS and also made a number of contributions to various Patriotic Funds, and a Resolution will be submitted to the Shareholders for approval of the Directors' action.

The Books and Accounts of the Company have been audited during the year by Mr. C. S. Scott, F. C. A., Hamilton, and his report is presented herewith.

Respectfully submitted,

C. B. GORDON,

President.

Board of Directors

1919—1920

President

SIR CHARLES GORDON, G. B. E.

Vice-President

R. B. MORRICE

V. E. MITCHELL, K. C.

J. P. BLACK

H. B. MacDOUGALL

J. R. GORDON

WM. McMASTER

JOHN BAILLIE

J. N. LAING

I. BONNER, *General Manager*

C. B. ROBINSON, *Secretary-Treasurer*

Stock Transfer Agents—ROYAL TRUST Co., MONTREAL AND TORONTO

Bankers—THE BANK OF MONTREAL

Auditor—C. S. SCOTT, F. C. A., HAMILTON

Hennmans Limited

Profit and Loss Account

For the Year Ending 31st December, 1919

Gross Trading Profits for year ending 31st December, 1919	\$2,092,398.92
Less Operating Expenses - - -	<u>655,107.00</u>
	<u>\$1,437,291.92</u>

DEDUCT

Interest on Bonds - - -	\$100,000.00
Depreciation on Plant - - -	<u>129,719.88</u>
	229,719.88
Net Earnings for the year 1919	<u>1,207,572.04</u>
Revenue from other sources	85,742.90
Brought forward from 31st December, 1918	<u>850,167.46</u>
	<u>2,143,482.40</u>

APPROPRIATION

To Four Quarterly Dividends of 1½% each on Preferred Stock	\$64,500.00
“ One Quarterly Dividend of 1½%, three Quarterly Divi- dends of 1¾% on Common Stock - - - -	145,165.50
“ Patriotic Contributions -	4,547.33
“ War Tax, 1918-1919 - -	425,000.00
Transferred to Reserve Account	500,000.00
 BALANCE FORWARD	 <u>1,004,269.57</u>
	 <u>\$2,143,482.40</u>

Penmans

General

As at the 31st

ASSETS

FIXED

Comprising Real Estate, Buildings, Plant, Dwelling Houses, Water Powers,

Less depreciation

\$3,335,782.07

Goodwill, Trade Marks, Etc.

2,257,954.60

CURRENT

Cash on hand and in Bank - \$ 104,621.23

War Bonds - - - - 65,125.00

Accounts Receivable - - 1,258,928.62

Bills Receivable - - - 3,013.30

Inventory of Raw and Manufactured Stock - - -

2,913,620.96

TOTAL CURRENT ASSETS

4,345,309.11

\$9,939,045.78

Approved { C. B. Gordon
R. B. Morrice

Limited

Statement

December, 1919

LIABILITIES

CAPITAL STOCK

Authorized, Preferred	-	-	-	\$1,500,000.00	
Common	-	-	-	2,500,000.00	
				<u>4,000,000.00</u>	
Issued, Preferred	-	-	-	1,075,000.00	
Common	-	-	-	2,150,000.00	
					3,225,600.00
Reserve Account	-	-	-	3,000,000.00	
Surplus—Balance Profit and Loss Account				<u>1,004,269.57</u>	
					4,004,269.57

FIVE PER CENT. FIRST MORTGAGE BONDS

Due 1st November, 1926 2,000,000.00

CURRENT LIABILITIES

Unclaimed Dividends	-	-	-	173.70	
Accounts Payable, including War Tax				678,990.91	
Wages	-	-	-	26,211.60	
Bills Payable	-	-	-	3,800.00	
TOTAL CURRENT LIABILITIES					<u>709,176.21</u>
					<u>\$9,939,045.78</u>

INDIRECT LIABILITIES

Customers' Paper under Discount \$113,988.00

C. S. Scott, F. C. A.

SPECTATOR BUILDING.

Hamilton, Ont.

I certify that I have audited the Books and Accounts of Penmans Limited for the year ended December 31, 1919, and have been furnished with vouchers for all expenditures.

I have obtained all the information and explanations that I have required, and in my opinion the Balance Sheet herewith is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs according to the best of my information and the explanations given to me, and as shown by the books of the Company.

C. S. Scott

F. C. A.,
Auditor.

Hamilton, February 3, 1920

