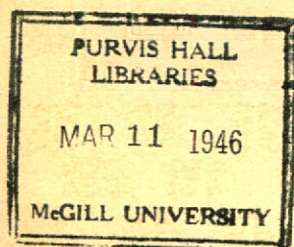


Penmans Limited

Paris, Ontario



**TWELFTH ANNUAL REPORT
1917**



Benmans Limited

Corporate Office, Montreal, Que.
General Offices, Paris, Ont.

Annual Report



For the Year Ending
December the 31st, 1917

Submitted at the Twelfth Annual Meeting
Held on the Fourth Day of March, 1918

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, 1917.

Sales for the year amounted to \$6,896,496.04, an increase of \$1,056,368.58 as compared with 1916.

The Net Profits, after providing for all cost of administration, Bad Debts written off, payment of Bond Interest, and allowance for Depreciation on plant, amount to \$915,518.83, appropriated as follows,—

Preferred Stock Dividends	\$ 64,500.00
Common Stock Dividends	86,024.00
“ “ Bonus	21,506.00
Patriotic Contributions	16,300.00
War Tax	91,813.68
Transferred to Reserve Account	500,000.00
Amount carried forward	<u>135,375.15</u>
	\$915,518.83

The Surplus of Liquid Assets over Liabilities has been increased during the year by \$664,440.57, the active surplus now amounting to \$2,649,562.55.

The Reserve Account now stands at \$2,000,000.00, and the amount at credit of Profit and Loss Account is \$807,867.93.

Your Directors subscribed \$100,000.00 to Canada's Victory Loan, a part of which will be taken up by the employees—Contributions amounting to \$16,300.00 were made to various Patriotic Funds—which we are sure will meet with your approval.

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

1917—1918

President

SIR CHARLES GORDON, K. C. 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

Henmans Limited

Profit and Loss Account

For Year Ending 31st December, 1917

Gross Profits for year ending 31st December, 1917 - -	\$1,671,105.24
Less Operating Expenses - -	<u>535,362.89</u>
	<u>\$1,135,742.35</u>

DEDUCT

Interest on Bonds - - -	\$100,000.00
Bad Debts written off - -	1,200.44
Depreciation on Buildings - -	24,282.48
Depreciation on Plant - -	<u>94,740.60</u>
	<u>220,223.52</u>
Net Earnings for the year 1917	915,518.83
Brought forward from 31st December, 1916	<u>672,492.78</u>
	<u>\$1,588,011.61</u>

APPROPRIATION

To Four Quarterly Dividends of 1½% each on Preferred Stock	\$64,500.00
“ Four Quarterly Dividends of 1% each on Common Stock and Bonus of 1% - -	107,530.00
“ Patriotic Contributions -	16,300.00
“ War Tax - - - -	91,813.68
Transferred to Reserve Account	500,000.00
BALANCE FORWARD	<u>807,867.93</u>
	<u>\$1,588,011.61</u>

Penmans

General

As at the 31st

ASSETS

PROPERTIES

Comprising Lands, Buildings and Plant - - -	\$3,125,950.78
Goodwill, Trade Marks, Etc.	2,257,954.60
	<hr/>
	5,383,905.38

CURRENT ASSETS

Cash on hand and in Bank -	\$ 74,226.70
Accounts Receivable - -	1,129,751.55
Bills Receivable - - -	7,745.04
Victory Bonds - - -	7,723.75

INVENTORY

Raw and Manufactured Stock -	3,244,461.02
TOTAL CURRENT ASSETS	<hr/>
	4,463,908.06
	<hr/>
	<u>\$9,847,813.44</u>

Limited

Statement

December, 1917

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	-	-	-	2,150,600.00

3,225,600.00

FIVE PER CENT. FIRST MORTGAGE BONDS

Authorized and Issued	-	-	-	2,000,000.00
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<u>RESERVE ACCOUNT</u>	-	-	-	2,000,000.00
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CURRENT LIABILITIES

Unclaimed Dividends	-	-	-	163.10
Accounts Payable	-	-	-	275,518.25
Wages	-	-	-	34,864.16
Bills Payable	-	-	-	3,800.00
Bank Advances	-	-	-	1,500,000.00

TOTAL CURRENT LIABILITIES 1,814,345.51

SURPLUS

PROFIT AND LOSS ACCOUNT 807,867.93

\$9,847,813.44

INDIRECT LIABILITIES

Customers Paper under Discount \$5,824.11

C. S. Scott, F. C. A.
Accountant, Trustee, etc.

Spectator Building,

Hamilton, Ont.

I have examined the books and vouchers of Penmans Limited for the year ended 31st December, 1917, and have obtained all the information and explanations I have required; and in my opinion the Balance Sheet referred to in the Report 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 me, and as shown by Books of the Company.

C. S. Scott

F. C. A.

Auditor

February 8th, 1918

Walker Press Limited
Paris, Ontario