

Amalgamated Electric Corporation, Limited

Montreal, Canada



Annual Report
1942

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Amalgamated Electric Corporation, Limited

Montreal, Canada



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1942

AMALGAMATED ELECTRIC CORPORATION,
LIMITED

and

Subsidiary Companies

BENJAMIN ELECTRIC MANUFACTURING COMPANY
of CANADA LIMITED

BULL DOG ELECTRIC PRODUCTS of CANADA LIMITED

CANADIAN CUTLER-HAMMER LIMITED

LANGLEY ELECTRIC MANUFACTURING COMPANY,
LIMITED

LANGLEY ELECTRICAL COMPANY LIMITED

LANGLEY MANUFACTURING COMPANY LIMITED

PLANTS AND WAREHOUSES AT:

TORONTO

MONTREAL

WINNIPEG

CALGARY

VANCOUVER

EXECUTIVE OFFICES:

ROOM 1600

1050 BEAVER HALL HILL

MONTREAL, QUEBEC



AMALGAMATED ELECTRIC CORPORATION, LIMITED

MONTREAL, MARCH 12, 1943.

TO THE SHAREHOLDERS:

Your Directors submit herewith the Fourteenth Annual Report of your Company and Consolidated Statements of Account for the year ended December 31, 1942.

RESULTS OF OPERATIONS:

After making provision for Depreciation and Government Taxes, the Net Profit of the Company, for the fiscal year ended December 31, 1942, amounted to \$108,429. as compared with a Net Profit of \$105,529. in 1941. Government Taxes have affected the results for the years 1942 and 1941, as follows:

	<u>1942</u>	<u>1941</u>
Net Profit before Income and Excess Profits Taxes	\$293,938	\$215,368
Provision for Income and Excess Profits Taxes	185,509	109,839
Net Profit for Year	<u>\$108,429</u>	<u>\$105,529</u>

Dividends declared during the year on the Company's outstanding stock, amounted to \$46,426 and represented a total of fifty-five cents (55¢) per share. Provision for Income and Excess Profits Taxes (before deduction of refundable portion), however, amounted to \$2.20 per share.

PLANT:

Your Company expanded its plant facilities in order to meet increased demands for essential War materials. A second storey was added to the building erected during 1941 which provides additional manufacturing space of 25,000 square feet. The cost of this addition and expenditures made on Machinery, Dies and Tools, during the year amounted to \$167,866., while equipment scrapped totalled \$9,852., resulting in a Net Increase in Plant of \$158,014.

Depreciation on Plant and Equipment of \$228,970. was provided during the year.

INVENTORIES:

The increased volume of output and the difficulty experienced under present conditions of maintaining an even flow of raw materials and purchased parts has resulted in a substantial increase in the net Merchandise Inventories, which now amount to \$1,303,256. Such Inventories were computed at cost or market value, whichever was the lower.

FINANCIAL:

The acceleration in the Company's activities has necessitated Bank Advances which amounted, at December 31, 1942, to \$343,172. The following statement indicates the changes in the Net Working Capital of the Company as at December 31, 1942, in comparison with December 31, 1941.

	1942	1941
Current Assets	\$1,776,447	\$1,121,570
Current Liabilities	954,467	429,100
Net Working Capital	\$ 821,980	\$ 692,470

Current Assets are equivalent to approximately 1.9 times the Current Liabilities.

EMPLOYEES:

Your Directors wish to acknowledge, with appreciation, the resourcefulness and cheerful manner in which the Employees of the Company responded to the heavy demands occasioned by the urgent necessity of producing essential War materials.

PROSPECTS:

The volume of orders on hand, the large proportion of which are for special War materials, indicates that the present going rate of the Company's various Plants will be maintained for at least some months to come.

By Order of the Board,

P. F. SISE,
President.

AMALGAMATED ELECTRIC CORPORATION, LIMITED
AND
SUBSIDIARY COMPANIES

Consolidated Balance Sheet as at December 31, 1942

ASSETS	
CAPITAL ASSETS:	
Land, Buildings, Plant and Equipment at cost.....	\$1,176,901
DEFERRED RECEIVABLES (A).....	15,001
CURRENT ASSETS:	
Inventories of Raw Material, Goods in Process, Finished Stock, etc. (*).....	\$1,303,256
Accounts Receivable (less Reserve for Doubtful Accounts).....	467,162
Dominion of Canada Bonds.....	2,000
Cash.....	4,029
	1,776,447
PREPAID EXPENSES:	
Unexpired Insurance, Prepaid Taxes, etc.....	5,256
GOODWILL AND PATENTS.....	1
	\$2,973,606

(A) Refundable Excess Profits Taxes.

(*) Based on Physical Inventory as at October 31, 1942, adjusted for operations to December 31, 1942, at values which do not exceed the lower of cost or market.

Approved on behalf of the Board:

P. F. SISE
W. L. BAYER } *Directors.*

LIABILITIES	
CAPITAL STOCK:	
Common Stock—without nominal or par value:	
Authorized—100,000 Shares	
Issued and Paid-up—84,415 Shares.....	\$844,150
CURRENT LIABILITIES:	
Bank Overdraft and Advances (Secured to the extent of \$48,700).....	\$343,172
Accounts Payable and Accrued Charges.....	496,223
Provision for Taxes (less interim payments).....	115,072
	954,467
RESERVES FOR DEPRECIATION.....	780,765
CAPITAL SURPLUS.....	138,684
SURPLUS:	
Deferred Surplus (A).....	\$ 15,001
Earned Surplus.....	240,539
	255,540
	\$2,973,606

AUDITORS' REPORT TO THE SHAREHOLDERS

MONTREAL, February 26, 1943.

We have examined the books and accounts of Amalgamated Electric Corporation, Limited, and its Subsidiary Companies as at December 31, 1942, and we have obtained all the information and explanations which we have required.

We report that, in our opinion, the above Consolidated Balance Sheet and relative Consolidated Statements of Profit and Earned Surplus, and Capital Surplus are properly drawn up so as to exhibit a true and correct view of the state of the Companies' affairs, according to the best of our information and the explanations given to us and as shown by the books of the Companies.

WM. CARSWELL, C.A.
Treasurer.

MCDONALD, CURRIE & Co.
Chartered Accountants.

AMALGAMATED ELECTRIC CORPORATION, LIMITED
AND
SUBSIDIARY COMPANIES

*Consolidated Statement of Profit and Earned Surplus
For the Year Ended December 31, 1942*

OPERATING PROFIT FOR YEAR—before deducting Depreciation and other charges enumerated below		\$559,352
DEDUCT: Provision for Depreciation	\$228,970	
Remuneration of Executive Officers	33,227	
Fees of Directors	1,880	
Legal Fees	1,337	265,414
PROFIT FOR YEAR before Provision for Income and Excess Profits Taxes		293,938
DEDUCT: Income and Excess Profits Taxes		*185,509
BALANCE OF PROFIT for the year		108,429
EARNED SURPLUS brought forward from previous year		178,536
DEDUCT: Dividends Paid		46,426
EARNED SURPLUS—as per Consolidated Balance Sheet		\$240,539

(*) Includes Refundable Excess Profits Tax—\$15,001.

*Consolidated Statement of Capital Surplus
For the Year Ended December 31, 1942*

Balance brought forward from previous year		\$138,684

AMALGAMATED ELECTRIC CORPORATION, LIMITED

DIRECTORS

WILLIAM L. BAYER	RICHARD O. JOHNSON
WILLIAM CARSWELL	STANLEY LANGLEY
AUBREY H. ELDER	M. P. MURPHY
HOMER M. JAQUAYS	M. K. PIKE
PAUL F. SISE	

OFFICERS

WILLIAM L. BAYER	<i>Chairman of the Board</i>
PAUL F. SISE	<i>President</i>
M. P. MURPHY	<i>Vice-President and Managing Director</i>
WILLIAM CARSWELL	<i>Secretary-Treasurer</i>

STANLEY LANGLEY	<i>Technical Manager</i>
A. V. ARMSTRONG	<i>General Sales Manager</i>

Solicitors

WAINWRIGHT & ELDER— <i>Montreal</i>
BLAKE, ANGLIN, OSLER & CASSELS— <i>Toronto</i>

Transfer Agents

MONTREAL TRUST COMPANY— <i>Montreal</i>

Registrar

THE ROYAL TRUST COMPANY— <i>Montreal</i>
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The Symbol of Satisfaction

ELECTRICAL SUPPLIES, ETC.

APARTMENT MAIL BOXES.

BOXES—Outlet; Switch.

CUTOOTS.

FIXTURES—Porcelain Enamel Reflectors; Vapor-Proof; Commercial Fixtures; Glazed Porcelain; Dust-Proof; Explosion-Proof.

FLOODLIGHTING.

LAMPS—Aircraft; Bed; Desk; Portable.

LIGHTING—Commercial; Cove; Portrait; Show Case; Spot; Theatre; Industrial; Porcelain Equipment.

LIGHTING CONTROL—Theatre.

PANELBOARDS—Branch Circuit and Light and Power Distribution.

PLUGS—Attachment.

RADIO OUTLETS.

RECEPTACLES—Flush; Surface; Sign; Fixture.

REFLECTORS—Porcelain Enamel; Aluminum.

ROSETTES.

SERVICE STATION FLOODLIGHTING.

SHEET METAL WORK.

SIGNALS—Industrial.

SOCKETS—Brass Shell; Porcelain; Rubber; Candle; Weatherproof; Extensions; Reducers.

SPINNINGS.

STAMPINGS.

SWITCHBOARDS—Light and Power.

SWITCHPLATES—Brass; Steel; Bakelite.

SWITCHES—Canopy; Door; Externally Operated; Fixture; Flush; Knife; Pendant; Appliance; Surface; Time; Safety; Industrial; Service.

THEATRE SWITCHBOARDS.

WIRING DEVICES.

BULL DOG PRODUCTS—Panelboards; Switchboards; Safety Switches; Industrial Breakers; Wiring Trough; Wireways; Busways.

CUTLER-HAMMER PRODUCTS—Motor Control.



