

Amalgamated Electric Corporation, Limited

Montreal, Canada



Annual Report
1943

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Amalgamated Electric Corporation, Limited

Montreal, Canada



Annual Report

1943

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 14TH, 1944.

TO THE SHAREHOLDERS:

Your Directors submit herewith the Fifteenth Annual Report of your Company and Consolidated Statements of Account for the year ended December 31, 1943.

RESULTS OF OPERATIONS:

The Net Profit for the year, after providing for Depreciation and Income and Excess Profits Taxes, amounted to \$84,186 as compared with a Net Profit of \$108,429 in 1942. The effect of Profit Taxes on the results for the years 1943 and 1942 are illustrated in the following figures:

	<u>1943</u>	<u>1942</u>
Net Profit before Income and Excess Profits Taxes	\$328,913	\$293,938
Provision for Income and Excess Profits Taxes (including refundable portion)	244,727	185,509
Net Profit for the year	\$ 84,186	\$108,429

Dividends amounting to sixty cents (60¢) per share on the outstanding capital stock, or \$50,646, were paid during the year. Provision for Income and Excess Profits Taxes (including refundable portion) was \$2.90 per share in 1943 as compared with \$2.20 in 1942.

It should be observed that the total amount of refundable Excess Profits Taxes aggregated \$51,754, as at December 31, 1943, as indicated on the attached Balance Sheet.

PLANT:

The output of your Company's products having reached the largest volume in its history, it was found necessary to utilize the entire plant for manufacturing and to rent additional warehouse space in Toronto. The manufacturing facilities of the Langley Manufacturing Company, Limited, Vancouver, were expanded by the purchase of an adjoining building. The cost of this building and expenditures made on account of Machinery, Dies and Tools in 1943 amounted to \$60,068 which, after deducting equipment scrapped of \$4,555, resulted in a net increase in Plant of \$55,513.

INVENTORIES:

The inventories at December 31st, 1943, valued at the lower of cost or market prices, amounted to \$1,209,720 as compared with \$1,303,256 at the end of the preceding year.

FINANCIAL:

The Net Working Capital of the Company has been increased by \$111,145 during the year as indicated by the following comparison:

	<u>1943</u>	<u>1942</u>
Current Assets	\$1,656,679	\$1,776,447
Current Liabilities	723,554	954,467
	<u>\$ 933,125</u>	<u>\$ 821,980</u>

Current Assets are equivalent to approximately 2.3 times the Current Liabilities.

POST WAR PROSPECTS:

While the Company's facilities are now in large part devoted to the production of essential War materials, the

Post War situation has not been neglected and studies are being made as to the manner in which your Company's plants might best be utilized after the War, and as to how full production thereof can then be achieved.

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.

During the year employees subscribed a total of \$163,000 in Victory Loan Bonds under the Company's salary deduction plan.

At December 31, 1943, there was a total of 260 Employees of the Company on Active Service with the Armed Forces. It is reported with extreme regret that 4 Employees, while on Active Service, have made the supreme sacrifice during the year. To their relatives, sincere sympathy is extended.

By Order of the Board,

P. F. SISE,
President.

AMALGAMATED ELECTRIC CORPORATION, LIMITED
AND
SUBSIDIARY COMPANIES

Consolidated Balance Sheet as at December 31, 1943

ASSETS		LIABILITIES		
CAPITAL ASSETS:				
Land, Buildings, Plant and Equipment at cost.....	\$1,232,414	CAPITAL STOCK:		
DEFERRED RECEIVABLES (A).....	51,754	Common Stock—without nominal or par value:		
		Authorized—100,000 Shares		
		Issued and Paid-up—84,415 Shares.....	\$ 844,150	
CURRENT ASSETS:				
Inventories of Raw Material, Goods in Process, Finished Stock, etc. (*).....	\$1,209,720	CURRENT LIABILITIES:		
Accounts Receivable (less Reserve for Doubtful Accounts).....	376,515	Accounts Payable and Accrued Charges.....	622,716	
Dominion of Canada Bonds.....	2,000	Provision for Taxes (less interim payments).....	100,838	723,554
Cash.....	68,444			
	1,656,679	RESERVE FOR DEPRECIATION.....	916,066	
PREPAID EXPENSES:		CAPITAL SURPLUS.....	138,684	
Unexpired Insurance, Prepaid Taxes, etc.....	7,439	SURPLUS:		
GOODWILL AND PATENTS.....	1	Deferred Surplus (A).....	\$ 51,754	
	\$2,948,287	Earned Surplus.....	274,079	325,833
			\$2,948,287	

(A) Refundable Excess Profits Taxes.

(*) Based on Physical Inventory as at October 31, 1943, adjusted for operations to December 31, 1943, at values which do not exceed the lower of cost or market.

Approved on behalf of the Board:

P. F. SISE
M. K. PIKE } *Directors.*

AUDITORS' REPORT TO THE SHAREHOLDERS

MONTREAL, March 7, 1944.

We have examined the books and accounts of Amalgamated Electric Corporation, Limited, and its Subsidiary Companies as at December 31, 1943, 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 Earnings 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

*¹Consolidated Statement of Profit and Earned Surplus
For the Year Ended December 31, 1943*

OPERATING PROFIT FOR YEAR—before deducting Depreciation and other charges enumerated below		\$ 506,153
DEDUCT: Provision for Depreciation	\$ 139,415	
Remuneration of Executive Officers	33,327	
Fees of Directors	1,800	
Legal Fees	2,698	177,240
PROFIT FOR YEAR before Provision for Income and Excess Profits Taxes		328,913
DEDUCT: Income and Excess Profits Taxes		*244,727
BALANCE OF PROFIT for the year		84,186
EARNED SURPLUS brought forward from previous year		240,539
		324,725
DEDUCT: Dividends Paid		50,646
EARNED SURPLUS—as per Consolidated Balance Sheet..		<u>\$ 274,079</u>

(*) Includes Refundable Excess Profits Tax—\$36,753.

*Consolidated Statement of Capital Surplus
For the Year Ended December 31, 1943*

Balance brought forward from previous year		<u>\$ 138,684</u>
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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>Assistant to the Vice-President</i>

Solicitors

WAINWRIGHT, ELDER & LAIDLEY—*Montreal*
BLAKE, ANGLIN, OSLER & CASSELS—*Toronto*

Transfer Agents

MONTREAL TRUST COMPANY—*Montreal*

Registrar

THE ROYAL TRUST COMPANY—*Montreal*



The Symbol of Satisfaction

ELECTRICAL SUPPLIES, ETC.

APARTMENT MAIL BOXES.

BOXES—Outlet; Switch.

CUTOUTS.

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

FLOODLIGHTING.

LAMPS—Aircraft; Bed; Desk; Portable.

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

LIGHTING CONTROL—Theatre.

NEAR INFRA-RED HEATING AND DRYING EQUIPMENT.

NOFUZ BREAKERS, PANELBOARDS AND SWITCHBOARDS.

PANELBOARDS—Branch Circuit and Light and Power Distribution.

PLUGS—Attachment.

RADIO OUTLETS.

RECEPTACLES—Flush; Surface; Sign; Fixture.

REFLECTORS—Porcelain Enamel; Aluminum.

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; Wiring Trough; Wireways; Busways; Trolley-Duct.

CUTLER-HAMMER PRODUCTS—Motor Control.



