

Anglin-Norcross Corporation Limited and Subsidiary Companies

REPORT OF THE BOARD OF DIRECTORS TO THE SHAREHOLDERS FOR THE
PERIOD ENDING DECEMBER 31ST, 1950

TO THE SHAREHOLDERS:

On behalf of your Directors, I submit the Annual Report of your Company for the year 1950.

A continued large volume of business is reflected in this Statement, and particular reference is drawn to the following items:—

EARNINGS — Operations for the year show a net profit of \$378,529, an increase of \$105,985 over 1949. Earnings on the common stock for the year amounted to \$5.77 per share as compared with \$4.15 in the year 1949.

FINANCIAL POSITION of the Company continues strong. The Balance Sheet shows that Current Assets of \$3,305,150 exceed Current Liabilities of \$2,185,503 by the sum of \$1,119,647.

DEPRECIATION RESERVE — Provision has been made for depreciation in the amount of \$61,164.55 for the current year.

OPERATIONS — Business carried forward into 1951 is greater than in the past few years.

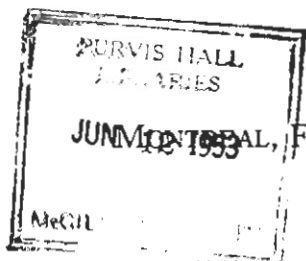
UNDISTRIBUTED INCOME — During the year the Company and three of its subsidiary companies: Anglin-Norcross Quebec Limited, Anglin-Norcross Ontario Limited and Anglin-Norcross Maritime Limited, each elected to be assessed and to pay the tax of 15% provided for in Section 95 A of the Income Tax Act on their undistributed income on hand at the end of the 1949 taxation year. As computed by McDonald, Currie & Co., Chartered Accountants, this undistributed income totalled \$1,013,447.84 for the four companies and tax thereon of \$152,017.17 was duly paid. Redeemable preferred shares of each of the four companies were authorized and it is intended that when the foregoing figures have been confirmed by the Income Tax Department the necessary steps will be taken to distribute preferred stock of the Company to its shareholders to the extent of the total undistributed income above mentioned. Such preferred stock could subsequently be redeemed without payment of further tax, as and when the finances of the Company might so permit.

DIRECTORS — Your Directors regret to record the death of Lieut.-Colonel Gerald W. Birks, O.B.E., a Director of this Corporation since 1921. His experience, judgment and counsel will be greatly missed.

STAFF — The appreciation of the Directors is recorded for the loyal and efficient service rendered by the staff throughout the year.

Respectfully submitted on behalf of the Directors,

PHILIP NORCROSS GROSS
President



FEBRUARY 26TH, 1951.

Consolidated Balance Sheet

December 31, 1950

Assets

CURRENT ASSETS:		
Cash on Hand and in Banks	\$ 288,501.41	
Cash on Deposit (Outstanding Tenders)	200,300.00	
Bonds and Investments — At Cost	315,484.68	
(Market Value \$308,088.75)		
Accounts Receivable and Work in Progress	2,365,563.61	
Mortgage Receivable	52,000.00	
Material and Perishable Tool Inventories at the lower of Cost or Market	83,300.88	
TOTAL CURRENT ASSETS		\$3,305,150.58
FIXED ASSETS:		
Plant and Equipment — At Cost	518,720.45	
Office Building — At Cost	113,559.25	
Mile End Yard — Buildings — At Cost	52,616.05	
Mile End Yard — Land as appraised by Westmount Realities — February 5, 1946	35,000.00	
Property — Montreal — At Cost	1,585.68	202,760.98
	721,481.43	
Less: Reserve for Depreciation	441,649.17	279,832.26
		<u><u>\$3,584,982.84</u></u>

Liabilities

CURRENT LIABILITIES:		
Bank Loans	\$ 300,000.00	
Accounts and Bills Payable	1,699,003.98	
Reserve for Taxes on Income	186,498.87	
TOTAL CURRENT LIABILITIES		\$2,185,502.85
Reserve for Investments		14,264.15
CAPITAL STOCK:		
Preferred — 1% Non-cumulative Redeemable Authorized: 1,500,000 Shares of \$1.00 Par value		
Common — Authorized: 100,000 Shares of No Par value		
Issued: 65,600 Shares		32,800.00
SURPLUS — EARNED		1,352,415.84
		<u><u>\$3,584,982.84</u></u>

We have audited the books and accounts of ANGLIN-NORCROSS CORPORATION LIMITED, and its Subsidiaries, Anglin-Norcross Quebec Limited, Anglin-Norcross Ontario Limited, Anco Granites Limited, Anglin-Norcross Maritime Limited and Rosslin Improvement Company Limited, for the year ended December 31, 1950 and have obtained all the information and explanations we have required.

We have verified the Securities and the Revenue therefrom.

In our opinion, the above Consolidated Balance Sheet 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 our information and the explanations given to us, and as shown by the books of the Company. All our requirements as Auditors have been complied with.

WILSON, BIRNIE & SEYMOUR,
Chartered Accountants.

MONTREAL, JANUARY 31, 1951.

Approved—{ PHILIP NORCROSS GROSS } Directors
 { ROBT. W. JOHNSTONE }

COMPANIES

Surplus—Earned

Profit on Completed Contracts and Work in Progress after providing for Depreciation of \$61,164.55 and for all Operating Expenses, except as hereunder, for the year to December 31, 1950.....		\$ 709,756.83
<i>Add:</i> Income from Investments.....		15,082.62
		<u>724,839.45</u>
DEDUCT:		
Directors Fees.....	\$ 3,350.00	
Executive Remuneration.....	64,400.00	
Provision for Income Taxes.....	278,560.79	346,310.79
Net Profit for Year to December 31, 1950.....		<u>378,528.66</u>
Earned Surplus, December 31, 1949.....	1,125,904.35	
DEDUCT:		
Tax on the Undistributed Income at 1949 under Section 95 A of the Income Tax Act.....	152,017.17	973,887.18
EARNED SURPLUS — DECEMBER 31, 1950.....		<u><u>\$1,352,415.84</u></u>

Clients - 1950

AUTO FABRIC PRODUCTS COMPANY LIMITED
BANK OF MONTREAL
BELDING-CORTICELLI LIMITED
BELL TELEPHONE COMPANY OF CANADA
BRITISH AMERICAN OIL COMPANY LIMITED
CANADA BUILDING MATERIALS LIMITED
CANADA CYCLE & MOTOR COMPANY LIMITED
CANADIAN BREWERIES (QUEBEC) LIMITED
CANADIAN NATIONAL RAILWAY COMPANY
INTERNATIONAL AVIATION BUILDING
CANADIAN PACIFIC RAILWAY COMPANY
CARTER'S INK COMPANY OF CANADA
LIMITED
COCA-COLA LIMITED
COLGATE-PALMOLIVE-PEET COMPANY
LIMITED
COMMERCIAL ALCOHOLS LIMITED
DOMINION GLASS COMPANY LIMITED
DRUMMOND HOLDINGS LIMITED
DYMENT LIMITED
EASTMAN PHOTOGRAPHIC MATERIALS
LIMITED
EATON, T. COMPANY LIMITED OF MONTREAL,
THE
ESTABROOKS, T. H. COMPANY LIMITED
FRY-CADBURY LIMITED
GENERAL CIGAR COMPANY LIMITED
GLOBE PRINTING COMPANY
(GLOBE AND MAIL)
GREENSHIELDS HODGSON RACINE LIMITED
HOSPITAL FOR SICK CHILDREN — TORONTO
HYDRO-ELECTRIC POWER COMMISSION OF
ONTARIO, THE
IMPERIAL TOBACCO COMPANY OF CANADA
LIMITED
JEWISH GENERAL HOSPITAL
KELLOGG COMPANY OF CANADA LIMITED
KRESGE AND COMPANY LIMITED, S. S.
LEVER BROTHERS LIMITED
LONDON LIFE INSURANCE COMPANY
MANUFACTURERS LIFE INSURANCE
COMPANY, THE
MITCHELL, ROBERT COMPANY LIMITED, THE
MONTREAL COTTONS LIMITED
MONTREAL GENERAL HOSPITAL,
WESTERN DIVISION
MONTREAL LOCOMOTIVE WORKS LIMITED
NATIONAL BREWERIES LIMITED
O'KEEFE'S ALE BREWERY LIMITED
ORIENT INDUSTRIES LIMITED
POLLACK REALTY COMPANY LIMITED,
MAURICE
PROVINCE OF ONTARIO
DEPARTMENT OF PUBLIC WORKS
QUEBEC HYDRO-ELECTRIC COMMISSION
RYDER BUILDING LIMITED
SALADA TEA COMPANY OF CANADA LIMITED
SANDVIK CANADIAN LIMITED
SANGAMO COMPANY LIMITED
SINGER MANUFACTURING COMPANY, THE
SISTERS OF SAINT JOSEPH
SUDBURY GENERAL HOSPITAL
ST. JOHN'S CONVALESCENT HOSPITAL —
TORONTO
TURNER & NEWALL (CANADA) LIMITED
UNIVERSITY OF TORONTO
YOUNG WOMEN'S CHRISTIAN ASSOCIATION

Anglin-Norcross Corporation Limited

BOARD OF DIRECTORS

J. P. ANGLIN	Montreal	H. J. GROSS	Montreal
F. H. BACQUE	Toronto	P. N. GROSS	Montreal
D. K. BLACK	Montreal	J. E. HARRINGTON	Montreal
R. W. JOHNSTONE		Toronto	

OFFICERS

<i>Chairman of the Board</i>	HENRY J. GROSS
<i>President</i>	PHILIP NORCROSS GROSS
<i>Vice-President</i>	ROBERT W. JOHNSTONE
<i>Vice-President</i>	J. ERIC HARRINGTON
<i>Vice-President</i>	WILLIAM G. LAMBERT
<i>Vice-President and Secretary-Treasurer</i>	THOMAS A. GUNN
<i>Assistant Secretary-Treasurer</i>	LESTER S. UNDERWOOD

SUBSIDIARY COMPANIES

ANGLIN-NORCROSS QUEBEC LIMITED	892 Sherbrooke St. W., Montreal
ANGLIN-NORCROSS ONTARIO LIMITED	57 Bloor Street West, Toronto
ANGLIN-NORCROSS MARITIME LIMITED	319 Roy Building, Halifax
ANCO GRANITES LIMITED	892 Sherbrooke St. W., Montreal
ROSSLIN IMPROVEMENT COMPANY LIMITED	892 Sherbrooke St. W., Montreal