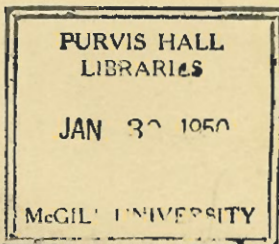


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38<sup>th</sup>  
Annual Report  
For Year Ended November 30th  
1949

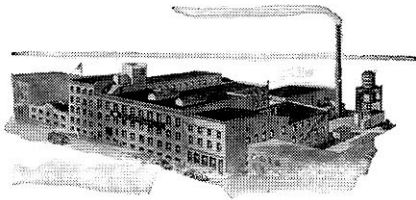


*Belding-Corticelli*  
Limited



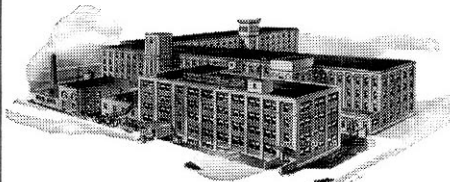


# Belding-Corticelli *Limited*

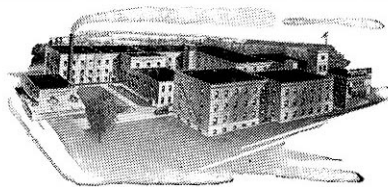


ST. JOHNS, QUE.

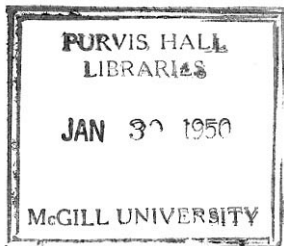
## *Head Office and Mills*



MONTREAL, QUE.



COATICOOK QUE.





*Belding-Corticelli*  
*Limited*

## *Board of Directors*

**President**

**W. P. MACDOUGALL**

**J. M. MACKIE**

**R. C. VAUGHAN**

**P. F. SISE**

**A. S. BRUNEAU, K.C.**

**J. D. JOHNSON**

**C. E. GRAVEL**

**W. G. HICKS**

## *Officers*

**President and Managing Director**

**W. P. MACDOUGALL**

**Vice-president**

**J. M. MACKIE**

**General Manager**

**W. G. HICKS**

**Secretary**

**D. F. POLLOCK**

**Treasurer**

**L. B. RAMSEY**

### **REGISTRARS**

**Montreal Trust Co.**

### **TRANSFER AGENTS**

**The Royal Trust Co**



For presentation to the Shareholders at the Annual General Meeting to be held at the Head Office, 1465 Shearer Street, Montreal, on Monday, February 13th, 1950, at 12 o'clock noon.

## THE *President's* LETTER

Your Directors are pleased to submit herewith the Thirty eighth Annual Report and Financial Statements covering the operations of your Company for the year ended November 30th, 1949.

SALES while lower than in the record year of 1948 were the second largest in your Company's history, the reduction being largely due to the heavy loss in Export volume created by currency restrictions.

NET PROFIT for the year was **\$175,789.02**, after providing for full **Depreciation Income** taxes, Pension Fund, etc., and an amount of \$100,000.00 set **aside** for plant improvement.

WORKING CAPITAL has increased from **\$1,667,292 94** to \$1,904 207.65.

DIVIDENDS paid during the year on the Preferred and Common shares amounted to **\$113,036.00**, leaving \$62,753 02, to be added to Surplus.

PROPERTIES. Continuing your Directors' regular policy of plant improvement \$169,790.97 was spent for new and improved machinery and equipment.

During the year an **11½** acre property was purchased at Greenfield Park, and on September 13th sod was turned and work started upon the erection of the ~~first~~ unit of a new full-fashioned hosiery mill, fully insulated and air-conditioned

It is hoped this building will be ready to receive machinery in March 1950. Cost of the present project will be about \$575,000.00, and to fully equip this unit will require further expenditures of about \$300,000.00.

Your Board also approved the favorable purchase of a five acre property at St. Johns, Quebec, which will in the future be of real benefit to your Company.

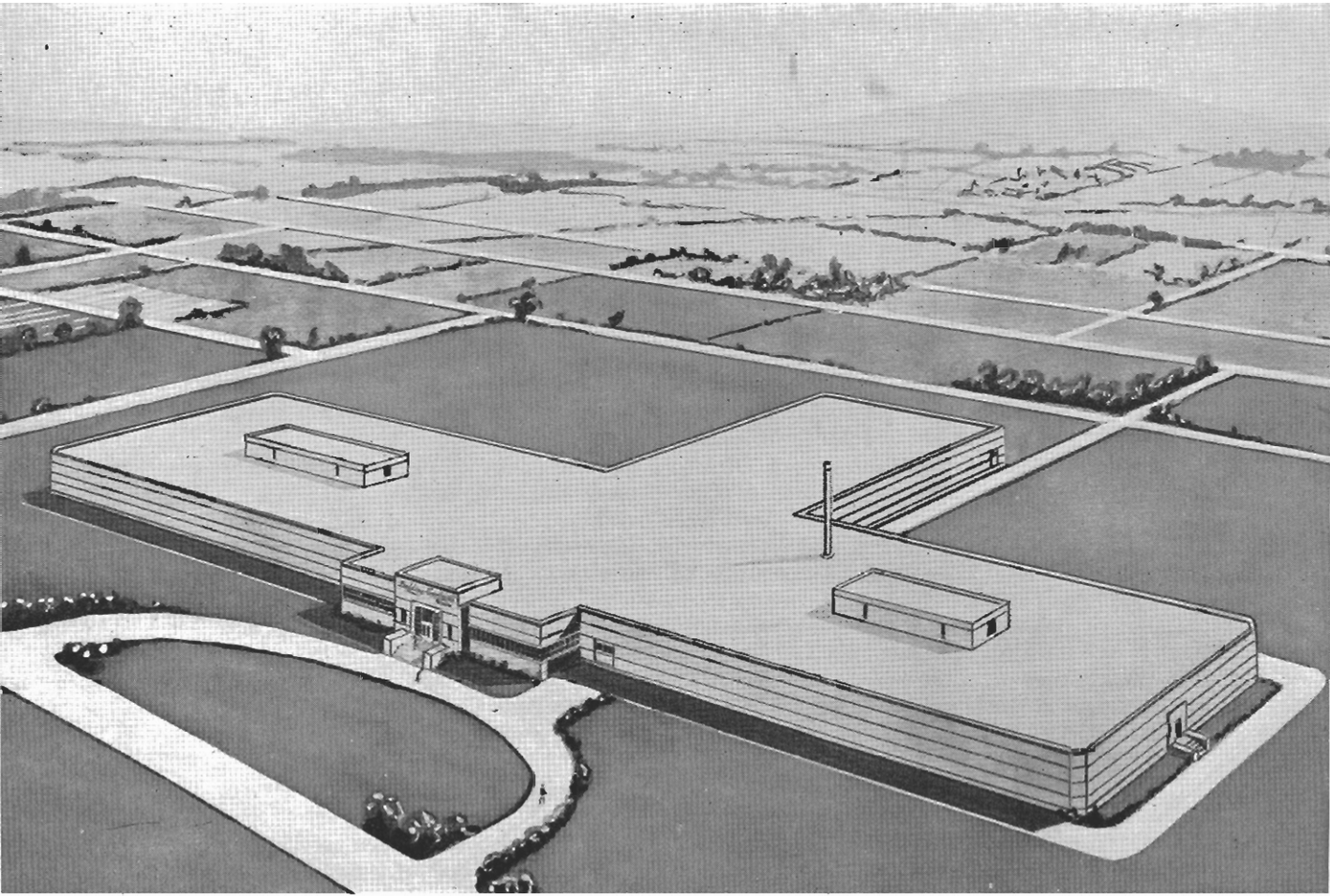
EMPLOYEE RELATIONS in all your plants have continued on the same satisfactory basis of mutual understanding and good will.

Your Directors wish to thank **each** Employee for his or her loyal and efficient service during the year.

AUDIT OF ACCOUNTS The Balance Sheet and accounts have been certified by our Auditors. Messrs. **Riddell**, Stead, Graham & Hutchison, Chartered Accountants, as per certificate attached.

Respectfully submitted on behalf of the Board.

  
*W.P. MacIsaac*  
President.





*Our New Plant*  
AT GREENFIELD PARK, QUE.



The picture on the opposite page is the artist's drawing of our new HOSIERY MILL, the **first** unit of which is now nearing completion.

This factory is located in the Municipality of Greenfield Park, a rapidly growing community approximately one mile east of the Town of St. Lambert on the South Shore of the St. Lawrence directly opposite Montreal, and only a few miles from Head Office.

The property has a total area of about **11½** acres with a frontage of over **1,000** feet on the **Taschereau** Blvd.

When all projected buildings are completed total floor space will be **105,000** square feet.

The manufacturing buildings are of reinforced concrete without windows, fully insulated and air conditioned so that room **temperature** and humidity should be constantly uniform.

The first unit will be completed about March 1st next, and is designed to house 24 high speed, fine gauge, full-fashioned hosiery knitting machines.

This building will provide **26,650** square feet, **20,000** of which will be for manufacturing and the balance for the heating and air-conditioning systems.



**Corticelli**  
MADE IN CANADA

**Belding-Corticelli**  
Limited

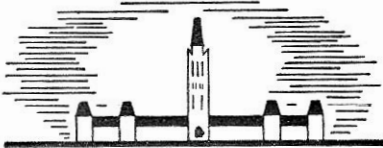
# THE 1949 Sales Dollar



**.43<sup>1</sup>/<sub>2</sub>¢** FOR RAW MATERIALS, SUPPLIES, ETC.

FOR WAGES AND SALARIES

**.33 ¢**



**.08 ¢** FOR TAXES

FOR POWER, LIGHT, HEAT, ETC.

**.07 ¢**



**.04 ¢** FOR DEPRECIATION  
(wear and tear on Machinery, Equipment, etc.)

REINVESTED IN THE BUSINESS  
(for improvement to Machinery, Plant, etc.)

**.02<sup>1</sup>/<sub>2</sub>¢**



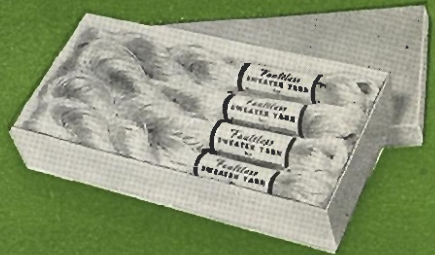
**.02 ¢** DIVIDENDS PAID TO OWNERS OF THE BUSINESS

---

TOTAL  
**\$1.00**

---







*Corticelli*  
MADE IN CANADA

*Belding-Corticelli*  
Limited

## *Our Employees*

<b>EMPLOYEES WITH 25 YEARS AND OVER OF SERVICE</b>	<b>109</b>
<b>EMPLOYEES OF 15 TO 24 YEARS OF SERVICE</b>	<b>106</b>
<b>5 TO 14 YEARS OF SERVICE</b>	<b>648</b>
<b>EMPLOYEES OF UNDER 5 YEARS OF SERVICE</b>	<b>252</b>

### *Tribute to Our Employees*

The Balance Sheet does not include our most valuable asset—the men and women who work for the Company. Their skill and diligence create our products at high quality standards. Their knowledge and effort serve our customers.

Throughout the year happy and co-operative relations were maintained with our employees.

Continuity of work, low labour turnover and numerous incidents of successful joint consultations characterized our industrial relations.

A special tribute is due the foremen, supervisors and the workers in all departments. Working together day-to-day they determine, by their understanding and humanity, the relations which our Company and its employees enjoy.

Managers and supervisors have given increasing attention to developing their skills in human relations, aided by an active Personnel Department that works in an advisory capacity.

Workers and their representatives, for their part, have shown an understanding of our mutual **problems** for the benefit of all concerned.



# Employee Benefits

MEDICAL SERVICES



PAID VACATIONS



PENSION FUND

SICKNESS AND  
ACCIDENT BENEFITS



Your Company has always taken a keen interest in the welfare, health and social well-being of all its employees.

In recent years a formal Pension Plan was inaugurated and nursing **service** has been provided. A Group Insurance Plan has been in operation since 1936.

Other activities supported by the Company include bowling leagues, soft ball and hockey teams, annual employees' dinner dance, etc.

A Quarter Century Club has been in existence for a number of years and every employee on obtaining a full 25 years' service with the Company is presented with a gold watch at the Club's Annual Dinner.

Other substantial payments made by your Company, which can be classed as "**Beyond the Payroll**", include vacations with pay, paid holidays, unemployment insurance premiums, etc.



# Belding-Corticelli Limited

ANNUAL REPORT FOR 1949



## Balance Sheet

### ASSETS

CURRENT ASSETS			
Cash on hand and in bank		\$	170,045.59
Investments—Government Bonds, etc. at book value plus accrued interest (Approximate Market Value \$213,998.00)			211,297.83
Accounts and Bills Receivable, less reserve for doubtful accounts			992,700.20
Current Refundable Portion of Excess Profits Tax			33,773.45
Inventories of Manufactured and Partly Manufactured products, Raw Materials Supplies, etc., quantities and condition determined by the Management, valued on a conservative basis and not over replacement value, less reserves			1,057,658.36
<b>Total Current Assets</b>			<b>2,465,475.43</b>
GOODWILL AND TRADE MARKS			1.00
PROPERTY ACCOUNTS			
Real Estate, Plant, Machinery, Equipment and Office Furniture as at 30th November, 1948	\$3,975,340.59		
Additions during year—Net	169,790.97		
	<u>4,145,131.56</u>		
Reserve for Depreciation	3,077,249.06	1,067,882.50	
DEFERRED CHARGES			
Insurance, Taxes, etc.	11,128.39		
Balance Coaticook Power Contract	60,750.00	71,878.39	
BALANCE OF REFUNDABLE PORTION OF EXCESS PROFITS TAX			
			33,777.17
<i>Note:</i> Commitments made by the Company as at 30th November, 1949 for the Construction of Buildings and the purchase of Machinery totalling approximately \$500,000.00 are not reflected in the above Balance Sheet.			
			<u><u>\$3,639,014.49</u></u>

### LIABILITIES

CURRENT LIABILITIES			
Accounts Payable		\$	289,843.94
Sales Taxes, Payroll Tax Deductions, etc.			44,688.10
Reserve for Government Taxes, subject to final determination by taxing authorities after prepayment of \$98,460.00			103,148.37
Due to Pension Fund			3,557.08
Accrued Charges—Commissions, Wages, etc.			86,150.04
Dividend on Preferred Stock, payable 3rd January, 1950	\$ 15,142.75		
Dividend on Common Stock, payable 3rd January, 1950	18,737.50	33,880.25	
<b>Total Current Liabilities</b>			<b>561,267.78</b>
BALANCE DUE TO PENSION FUND—PAST SERVICE			128,082.97
RESERVES			
Employees' Benefit Reserve	183,086.85		
Contingent Reserves	50,056.92		
Advertising Reserve	10,000.00		
Plant Improvement Reserve	175,000.00		
Special Depreciation Reserve to cover replacement cost	124,462.63	542,606.40	
CAPITAL STOCK			
7% Cumulative Preferred shares of \$100.00 each—			
Authorized—16,500 shares	\$1,650,000.00		
Issued — 8,653 shares		865,300.00	
Common shares of \$100.00 each			
Authorized— 8,500 shares	850,000.00		
Issued — 7,495 shares		749,500.00	1,614,800.00
		<u>\$2,500,000.00</u>	
CAPITAL SURPLUS			74,000.00
EARNED SURPLUS			
Balance as per statement attached			650,706.72
DEFERRED SURPLUS			
Refundable portion of Excess Profit Tax			67,550.62
			<u><u>\$3,639,014.49</u></u>

W. P. MacDOUGALL, Director.

R. C. VAUGHAN, Director.

MONTREAL, 16th JANUARY, 1950.

Submitted with our report of this date.

(Signed) Riddell, Stead, Graham & Hutchison,  
Chartered Accountants. Auditor..

# *The Auditors' Report*

16th January, 1950

TO THE PRESIDENT AND SHAREHOLDERS,  
BELDING-CORTICELLI LIMITED,  
MONTREAL, QUE.

We have examined the books and accounts of Belding-Corticelli Limited for the year ended 30th November, 1949, and find that the accompanying Balance Sheet and Profit and Loss Account have been correctly prepared therefrom.

The Investments of the Company have been verified by actual inspection of the Securities held or by Certificate from the Depositary.

The Inventories of Stock on Hand, as certified by responsible officials of the Company, have been valued on a conservative basis.

We report that we have obtained all the information and explanations we have required and that, in our opinion, the Balance Sheet as at 30th November, 1949, 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, the explanations given to us and as shown by the books of the Company.

*(Signed)* Riddell, Stead, Graham & Hutchison,  
*Auditors.*

460 ST. JOHN STREET  
P.O. BOX 2398 PLACE D'ARMES  
MONTREAL 1

# Profit and Loss

## STATEMENT

FOR THE YEAR ENDED 30<sup>TH</sup> NOVEMBER, 1949

### PROFITS

For the year ended 30 <sup>th</sup> November, 1949, after deducting all Manufacturing, Selling and Administration Expenses, but before providing for Depreciation, etc., etc.		\$792,210.57
Income from Investments		3,871.96
Profit from Sale of Investments, etc.		879.97
		<hr/>
		796,962.50

### DEDUCT:

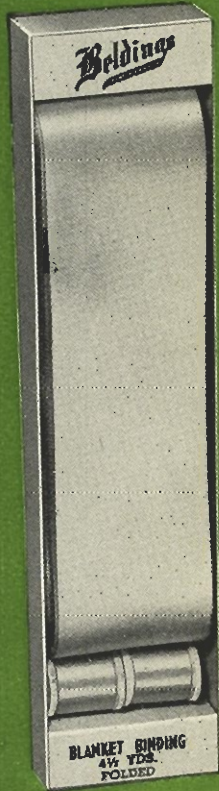
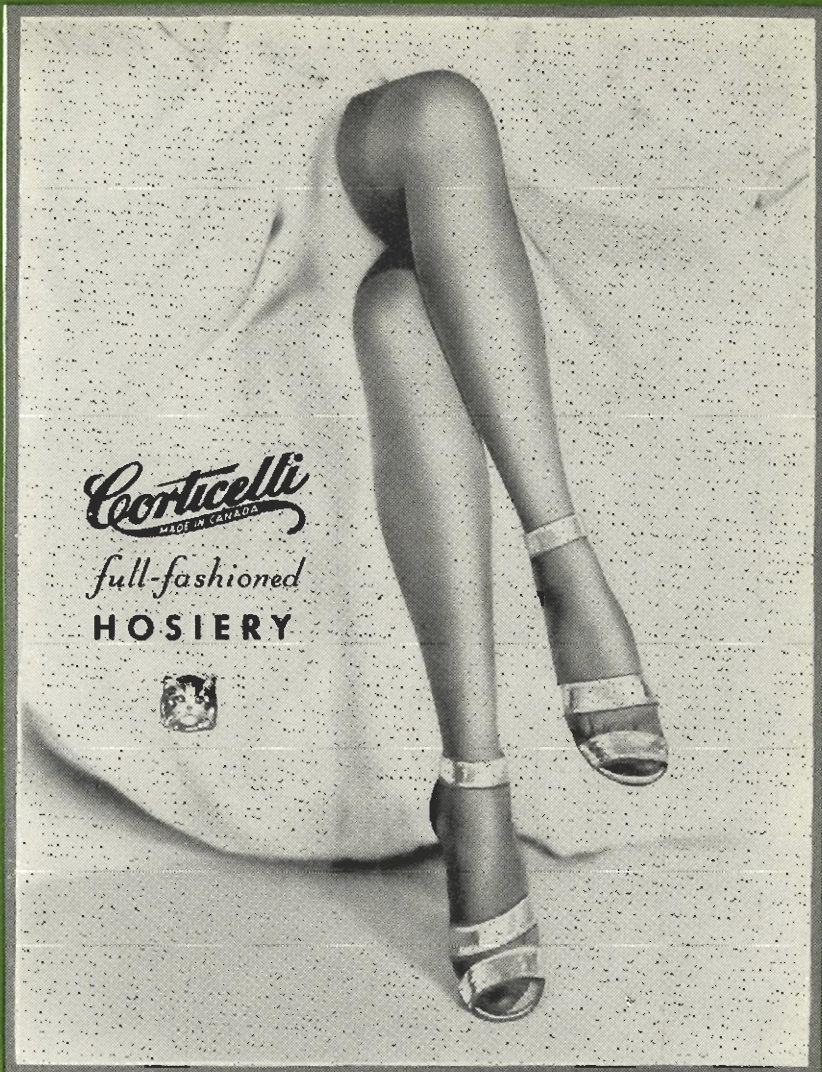
Provision for Depreciation	\$254,090.58	
Provision for Income Tax	<b>128,142.06</b>	
Provision for Provincial Income Taxes	27,884.83	
Pension Fund Contribution	28,423.36	
Directors' Remuneration	7,500.00	
Executive Remuneration	<b>73,175.00</b>	
Legal Fees	<b>1,957.65</b>	
Plant Improvement Reserve	100,000.00	621,173.48
		<hr/>
<i>Net Profit transferred to Earned Surplus</i>		<b><u><u>\$175,789.02</u></u></b>

### EARNED SURPLUS

Balance at Credit, 30 <sup>th</sup> November, 1948		\$572,573.08
ADD:		
1943 Refundable Portion of Excess Profits Tax		15,380.62
		<hr/>
		587,953.70
Net Profit for the year ended November, 1949		<b>175,789.02</b>
		<hr/>
		<b>\$763,742.72</b>

### DEDUCT:

Dividends for the year ended 30 <sup>th</sup> November, 1949		
on Preferred Stock	<b>\$60,571.00</b>	
on Common Stock	<b>52,465.00</b>	113,036.00
		<hr/>
<i>Balance as per Balance Sheet</i>		<b><u><u>\$650,706.72</u></u></b>







*Head Office*

MONTREAL, P.Q.



*Branches*

TORONTO, ONT.

WINNIPEG, MAN.

VANCOUVER, B.C.



*Mills*

MONTREAL, P.Q.

ST. JOHNS, P.Q.

COATICOOK, P.Q.

*Belding-Corticelli*  
*Limited*