

Stock

39<sup>th</sup>  
Annual Report  
For Year Ended November 30th  
1950



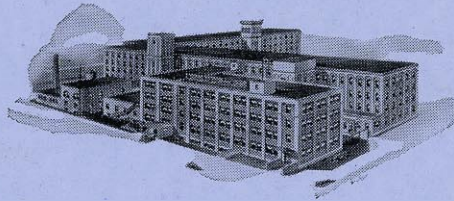
*Belding-Corticelli*  
Limited

PURVIS HALL  
LIBRARIES  
JUN 9 1953  
MCGILL UNIVERSITY

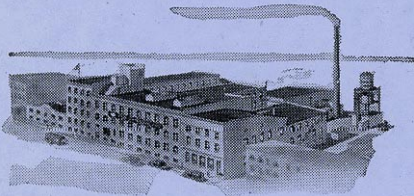


# *Belding-Corticelli* Limited

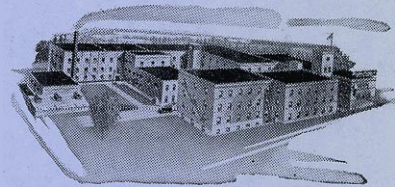
## Head Office and Mills



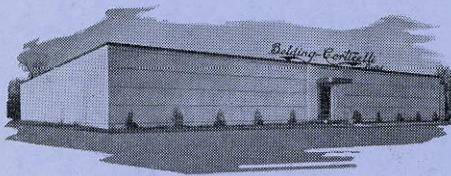
MONTREAL, QUE.



ST. JOHNS, QUE.



COATICOOK, QUE.



GREENFIELD PARK, QUE.  
First Section



RANT NUMBER 2, COATICOOK, QUE

## Branch Offices

TORONTO, WINNIPEG, VANCOUVER

# *Belding-Corticelli* *Limited*

A N N U A L R E P O R T F O R 1 9 5 0

## *Board of Directors*

R. C. VAUGHAN

P. F. SISE

A. S. BRUNEAU, K.C.

W. P. MacDOUGALL

J. M. MACKIE

J. D. JOHNSON

C. E. GRAVEL

W. G. HICKS

## *Officers*

President and Managing Director

W. P. MacDOUGALL

Vice-president

J. M. MACKIE

Secretary

D. F. POLLOCK

Vice-President and  
General Manager

W. G. HICKS

Treasurer

L. B. RAMSEY

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*Registrars*

Montreal Trust Co.

*Transfer Agents*

The Royal Trust Co.



*Belding-Corticelli*  
Limited



For presentation to the Shareholders at the Annual General Meeting to be held at the Head Office, 1455 Shearer Street, Montreal, on Wednesday, February 21st, 1951, at 12 o'clock noon.

## THIRTY-NINTH ANNUAL REPORT OF THE BOARD OF DIRECTORS

The Directors of your Company take pleasure in submitting the Thirty-ninth Annual Report and Financial statements of your Company, covering the operations for the year ended November 30th 1950.

**75 YEARS IN BUSINESS.** It is pleasing to report that during the year 1951, your Company will celebrate its Diamond Jubilee, the original firm having commenced business in 1876.

**DOMESTIC SALES** during the early months of the year were considerably below the previous year, but in the later months improved greatly, and for the twelve months were only slightly below 1949. Export sales were much lower during the whole year.

**NET PROFIT** for the year was \$158,890.37, after providing for full Depreciation, Income taxes, Pension fund, etc., and setting aside \$50,000 for plant improvement.

**DIVIDENDS** paid during the year on the Preferred and Common shares amounted to \$113,036.00, leaving \$45,854.37 to be added to Surplus.

**PROPERTIES.** The modernization and expansion programme of your Company is a continuous one, as it manufactures a wide range of goods, including Threads, Ribbons, Hosiery, Braids, Tapes, etc., and the buildings, machinery and equipment in each division have to be kept modern in order to successfully meet competition.

A considerable portion of the year's Capital expenditure of \$434,425.41 was for improved hosiery machinery, which was put into operation in the first section of the new Greenfield Park plant, resulting in greater production and a higher standard of quality. It is hoped to have this first section completely equipped by early 1952, prior to which consideration will have to be given to further extension.

**RAW MATERIALS.** Slow deliveries of yarn developed shortages during the year, and in order to keep machinery in operation, had to be secured, frequently at exorbitant prices, resulting in increased cost of production.

**EMPLOYEE RELATIONS.** Your Board continues to be grateful for the energy and loyalty of the entire personnel of the Company.

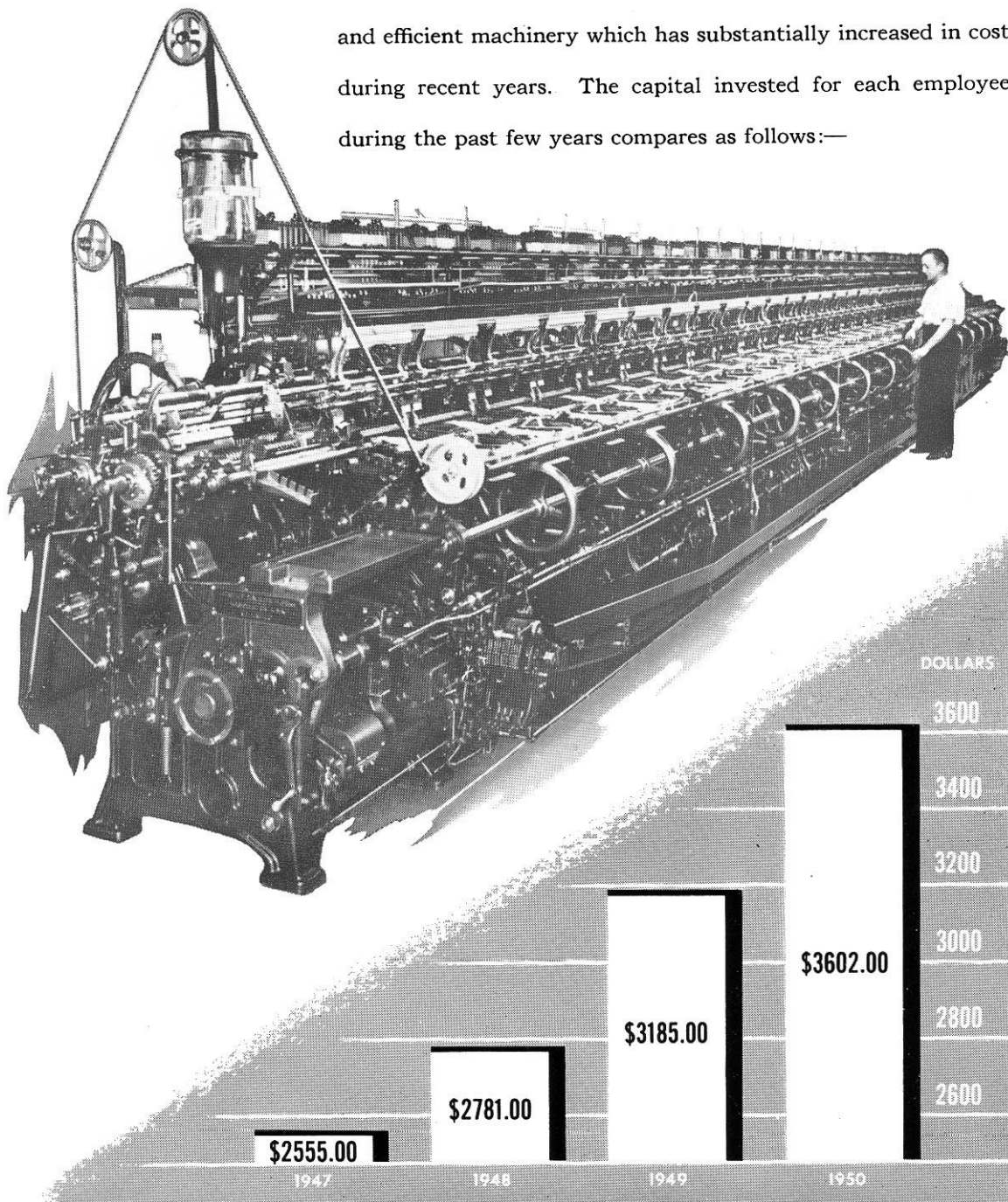
**AUDIT OF ACCOUNTS.** Messrs. **Riddell, Stead, Graham & Hutchison**, Chartered Accountants, have certified the Balance Sheet and accounts, as per certificate.

On behalf of the Board.

President.

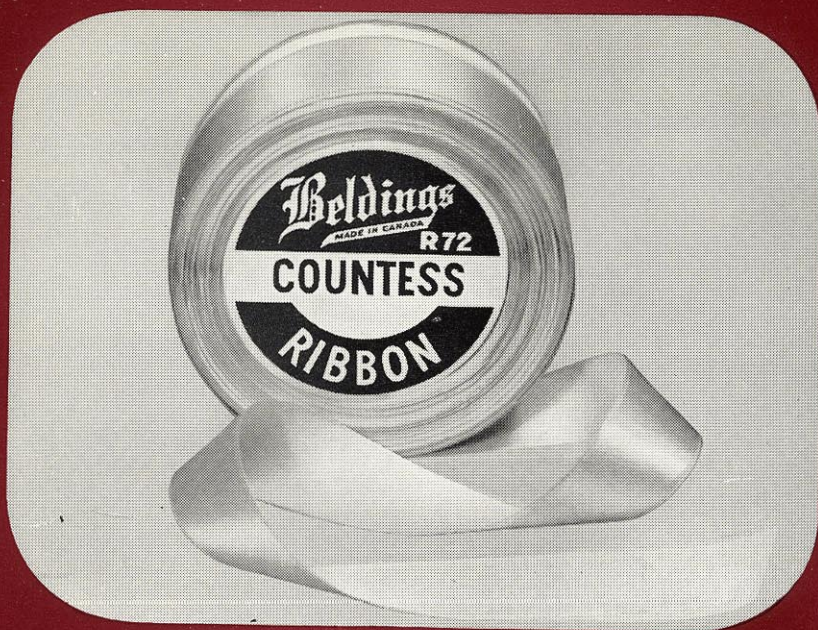
# CAPITAL INVESTED

To successfully compete, your mills must have the most modern and efficient machinery which has substantially increased in cost during recent years. The capital invested for each employee during the past few years compares as follows:—

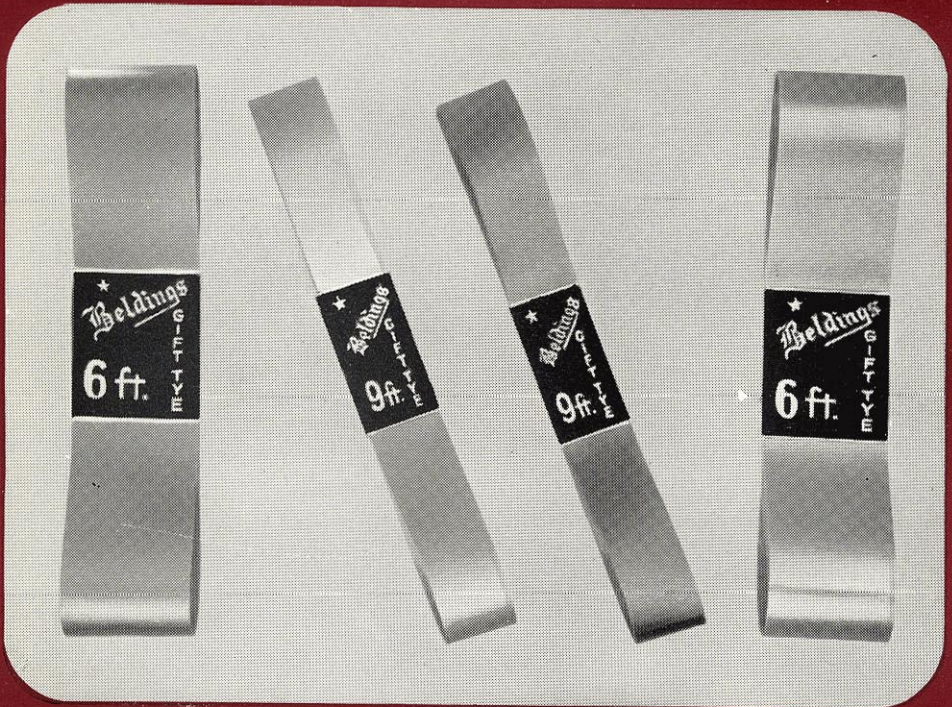


CAPITAL INVESTED PER EMPLOYEE





*Products of Montreal  
Ribbon Mill*





# *Belding-Corticelli* *Limited*

## **PERSONNEL**

The success of your Company is due in no small measure to the splendid effort of the entire staff.

The experience and the perseverance of the foremen and workers in all departments have influenced the cordial and co-operative relations maintained throughout the year.

The high quality standard of the Company's products reflect the skill of the men and women employed.

We are grateful to the managers and supervisors, also the sales and office staffs for their assistance and co-operation in helping to solve our mutual problems to the advantage of all.

**11%**

**EMPLOYEES OF 25 YEARS, AND OVER, OF SERVICE**

**10%**

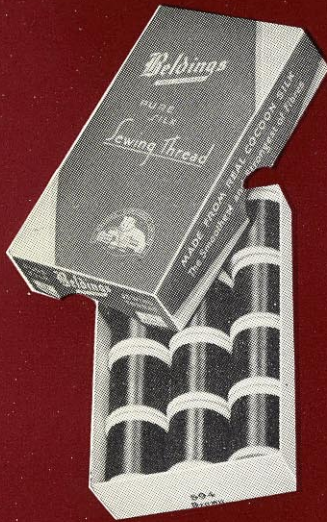
**EMPLOYEES OF 15 TO 25 YEARS OF SERVICE**

**25%**

**EMPLOYEES OF 5 TO 15 YEARS OF SERVICE**

**46%**

**EMPLOYEES OF 5 YEARS, AND OVER, OF SERVICE**



*Threads produced  
by St-Johns' Mill for the  
Retail and Manufacturing  
Trades*





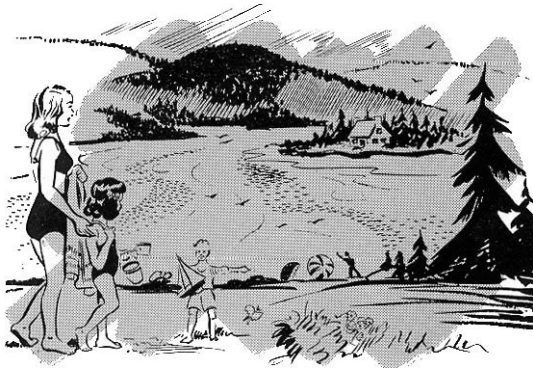


SICKNESS AND ACCIDENT BENEFITS



MEDICAL SERVICES

PAID VACATION



PENSION FUND



## EMPLOYEE BENEFITS

The welfare, health and social well-being of all employees continues to be an important objective of your Company's policy.

A large proportion of eligible employees participate in the various voluntary security plans offered by the Company.

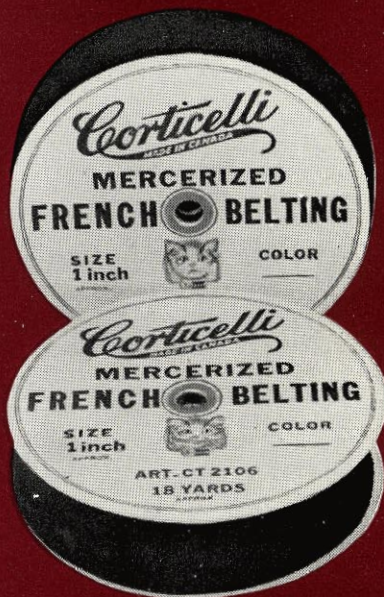
Under the group insurance plan 83% of the employees are covered, and since the plan has been in operation, benefits totalling \$85,000.00 have been paid to employees' beneficiaries.

During the year a Cost of Living Wage Supplement has been added to employee earnings.

Employees' social and sport activities continued to receive your Company's support.

Substantial increase in payments made by your Company which can be classified as "Beyond the Payroll" include paid statutory holidays, vacation pay, unemployment insurance contributions, etc.





*A few of the braids,  
tapes, elastics and laces produced by  
Coaticook Mill*





# *The Auditors' Report*

17th January, 1951

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

We report that we have examined the balance sheet of Belding-Corticelli Limited as at 30th November, 1950. Our examination was made in accordance with generally accepted auditing standards and, without making a detailed audit, included such tests of the accounting records and other accounting procedures as we considered necessary in the circumstances.

We have obtained all the information and explanations we have required and, in our opinion, the accompanying balance sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs as at 30th November, 1950, according to the best of our information and 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 30TH NOVEMBER, 1950

### PROFITS

For the year ended 30th November, 1950, after deducting all Manufacturing, Selling and Administration Expenses, but before providing for Depreciation, etc.

	\$593,865.43
Income from Investments	3,869.51
Profit from Sale of Fixed Assets and Investments	16,159.12
	<hr/>
	\$613,894.06

### DEDUCT:

Provision For Depreciation	\$215,985.52	
Provision for Income Tax	66,694.41	
Provision for Provincial Income Taxes	14,102.46	
Pension Fund Contribution	27,125.58	
Directors' Remuneration	7,380.00	
Executive Remuneration	73,490.72	
Legal Fees	225.00	
Plant Improvement Reserve	50,000.00	455,003.69
		<hr/>

Net Profit transferred to Earned Surplus \$158,890.37

### EARNED SURPLUS

Balance at Credit, 30th November, 1949 \$650,706.72

#### ADD:

1944 Refundable Portion of Excess Profits Tax 33,773.45

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\$684,480.17

#### DEDUCT:

Prior years' adjustment 13,666.41

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\$670,813.76

#### ADD:

Net Profit for the year ended 30th November, 1950 158,890.37

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\$829,704.13

#### DEDUCT:

Dividends for the year ended 30th November 1950

On Preferred Stock \$60,571.00

On Common Stock 52,465.00 113,036.00

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Balance as per Balance Sheet \$716,668.13





*Belding-Corticelli*  
Limited



## Balance

## Sheet

### ASSETS

### LIABILITIES

#### CURRENT ASSETS

Cash on hand and in bank	\$	278,636.25	
Investments— Government Bonds, etc., at book value plus accrued interest (Approximate Market Value \$106,062.00)		107,901.00	
Accounts and Bills Receivable, less reserve for doubtful accounts		993,071.29	
Current Refundable Portion of Excess Profits Tax		36,622.83	
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		898,883.23	
<b>Total Current Assets</b>		<u>2,315,114.60</u>	

#### GOODWILL AND TRADE MARKS

1.00

#### PROPERTY ACCOUNTS

Real Estate, Plant, Machinery, Equipment and Office Furniture as at 30th November, 1949	\$4,145,131.56	
Additions during year— Net	434,425.41	
	<u>\$4,579,556.97</u>	
Reserve for Depreciation	3,193,268.23	1,386,288.74

#### DEFERRED CHARGES

Insurance, Taxes, etc.	10,178.99	
Balance Coaticook Power Contract	58,500.00	68,678.99

Note: Commitments made by the Company as at 30th November, 1950, for the purchase of Machinery totalling approximately \$183,000.00 are not reflected in the above Balance Sheet.

\$3,770,083.33

W. P. MacDOUGALL, Director.

J. M. MACKIE, Director.

#### CURRENT LIABILITIES

Accounts Payable	\$	391,910.29	
Sales Taxes, Payroll Tax Deductions, etc.		45,871.88	
Reserve for Government Taxes, subject to final determination by taxing authorities after prepayment of \$49,000.00		60,447.49	
Due to Pension Fund		3,513.16	
Accrued Charges— Commissions, Wages, etc.		83,745.95	
Dividend on Preferred Stock, payable 2nd January, 1951	\$	15,142.75	
Dividend on Common Stock, payable 2nd January, 1951		18,737.50	33,880.25
<b>Total Current Liabilities</b>		<u>\$ 619,369.02</u>	
<b>BALANCE DUE TO PENSION FUND— PAST SERVICE</b>			108,082.97

#### RESERVES

Employees' Benefit Reserve	183,086.85	
Contingent Reserves	49,624.60	
Advertising Reserve	10,000.00	
Plant Improvement Reserve	219,600.10	
Special Depreciation Reserve to cover replacement cost	138,228.83	600,540.38

#### 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		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	716,668.13
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#### DEFERRED SURPLUS

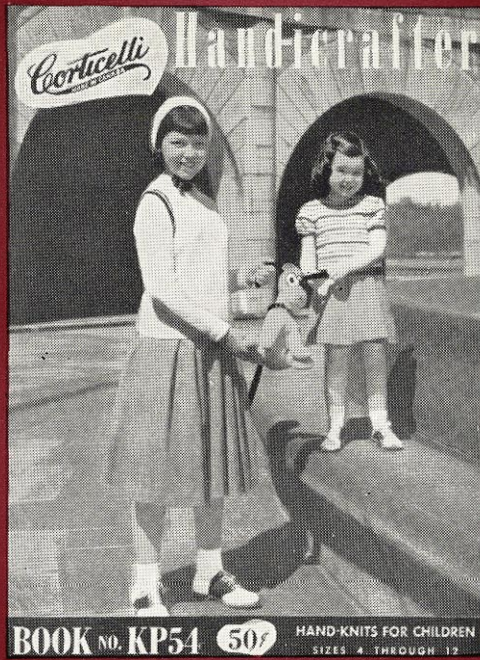
Refundable portion of Excess Profits Tax	36,622.83
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\$3,770,083.33

MONTREAL, 17th JANUARY, 1951.

Submitted with our report of this date.

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



*Three of the  
many items from Montreal  
Wool Division*







*Corticelli*  
MADE IN CANADA

full-fashioned  
**HOSIERY**

*"Choice of the Discriminating"*

