



Building Products Limited

Annual Report
1939

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For the year ending December 31st.

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McGILL UNIVERSITY

Building Products Limited

HEAD OFFICE — MONTREAL

P.O. BOX 6063

BOARD OF DIRECTORS

PHILIP R. ALLEN

DANIEL P. HATCH

WINTHROP BRAINERD

GEORGE H. MONTGOMERY, K.C.

CLARENCE P. COWAN

GEORGE M. MCKEE

ROY C. CROOKER

WILLIAM R. MCNEIL

HILTON R. TUDHOPE

OFFICERS

<i>Chairman of the Board</i>	PHILIP R. ALLEN
<i>President</i>	WILLIAM R. MCNEIL
<i>Vice-President</i>	CLARENCE P. COWAN
<i>Vice-President</i>	DANIEL P. HATCH
<i>Secretary-Treasurer</i>	ROY C. CROOKER

Transfer Agent MONTREAL TRUST Co.,
Toronto, Ont. — Montreal, Que.

Registrar NATIONAL TRUST Co. LIMITED,
Toronto, Ont. — Montreal, Que.

BUILDING PRODUCTS LIMITED

THE Directors have pleasure in presenting to the shareholders their Annual Report with the Company's Balance Sheet and Statement of Profit and Loss as at December 31st, 1939.

Net profit for the year was \$487,597.09 or \$1.01 per share as compared with \$373,993.66 or \$.77 per share for the year 1938 after provision in that year of \$41,836.24 for non-recurring expenses in connection with the capital re-organization and the flood loss at Portneuf.

Volume of sales as well as profits reached an all-time high in 1939.

During the year plant and equipment values were increased by \$147,605.93, a substantial portion of which was for the installation at the Pont Rouge mill of special machinery designed to insure us against a shortage of important raw materials for which we have in the past been entirely dependent upon outside sources of supply.

So far the sale of your Company's products for war purposes has been of small volume and while such business will probably not reach large proportions at any time it is expected that as the war progresses increasing quantities will be required.

It is generally believed that a considerable volume of residential construction will be done during the current year under the Government's National Housing Act even though its provisions have recently been restricted to loans not exceeding \$4,000. There is also every evidence that the Government's Home Improvement Plan will continue to be used in a substantial way. In these particular fields of new construction and repair of existing properties this Company's products have a very definite place and we therefore consider that there are sufficiently good reasons for anticipating another satisfactory year of operations in 1940.

Sixteen of our employees are now in active war service and for the first year at least the Company will make up the difference, if any, between their service pay and that amount which they were receiving prior to enlistment. Upon their return to civilian life their future welfare will be a matter of first consideration with all of us.

On behalf of the Board of Directors.

W. R. McNEIL,

President.

Montreal, January 15th, 1940.

BUILDING PRODUCTS LIMITED

(INCORPORATED UNDER THE LAWS OF THE DOMINION OF CANADA)

BALANCE SHEET

DECEMBER 31ST 1939

ASSETS		LIABILITIES	
CURRENT AND WORKING ASSETS:		CURRENT LIABILITIES:	
Inventories of Stocks on hand as certified by the Management, valued at the lower of cost or market price	\$ 547,867.18	Accounts Payable and Accrued Liabilities	\$ 187,701.23
Trade Accounts Receivable (less Bad Debt Reserve)	344,984.31	Provision for Dominion, Provincial and Other Taxes	103,063.24
Other Accounts Receivable	11,535.42		\$ 290,764.47
Dominion Government Bonds at cost (less Reserve) (Market Value December 31st 1939—\$983,777.50)	972,255.00	RESERVE FOR CONTINGENCIES:	235,786.67
Cash in Bank and on Hand	369,510.47	CAPITAL AND SURPLUS:	
Insurance Unexpired and Taxes prepaid etc.	11,616.34	Represented by 483,384 shares without nominal or par value—being all of the authorized issue.....	\$ 1,483,110.00
	\$ 2,257,568.72	NOTE: Of the above shares 26,184 are held by Montreal Trust Company for exchange of 6,546 old Class A shares.	
PROPERTY ACCOUNT:		EARNED SURPLUS:	
Land, Buildings and Equipment, purchase price at date of acquisition in 1926, plus subsequent additions (net) at cost	1,768,134.88	Balance as per statement attached	1,024,847.68
Less: Reserve for Depreciation	991,194.78		2,507,957.68
	776,940.10		
	\$ 3,034,508.82		\$ 3,034,508.82

Approved on behalf of the Board:
 (Signed) W. R. McNeil, Director.
 " Winthrop Brainerd, Director.

NOTE:—
 Contingent Liability in respect of
 Customers Notes Discounted \$11,920.31

AUDITORS' REPORT TO THE SHAREHOLDERS

We have made an examination of the books and accounts of Building Products Limited for the year ending December 31st, 1939, and have obtained all the information and explanations which we have required; and we report that, in our opinion, the above Balance Sheet at December 31st 1939 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.

Montreal, January 15th, 1940.

PRICE, WATERHOUSE & CO.,
 Auditors.

BUILDING PRODUCTS LIMITED

STATEMENT OF PROFIT AND LOSS AND EARNED SURPLUS

YEAR ENDING DECEMBER 31ST 1939

Net Profit from Operations for the year ending December 31st 1939, before taking into account the items shown below		\$ 731,135.79
ADD: Interest on Investments	\$ 21,645.41	
Profit on Investments	2,738.75	24,384.16
		<hr/>
		\$ 755,519.95
DEDUCT: Provision for Depreciation.....	\$ 66,003.41	
Transferred to Contingent Reserve.....	6,102.40	
Directors Fees	3,280.00	
Legal Fees	1,297.57	
Remuneration to Executive Officers.....	91,209.79	
Provision for Dominion and Provincial Income Taxes	100,029.69	267,922.86
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Net Profit for the year after providing for Income Taxes thereon		\$ 487,597.09
Earned Surplus Balance at December 31st, 1938.....		923,957.79
		<hr/>
		\$ 1,411,554.88
DEDUCT: Dividends declared and paid.....		386,707.20
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Earned Surplus Balance at December 31st, 1939.....		\$ 1,024,847.68

BUILDING PRODUCTS LIMITED

Makers of

Asphalt Shingles and Roofings of many types and colors which are suitable for every new or old building.

Sidings which make old buildings look new and make new buildings more attractive. In each case they provide insulation against cold and heat.

Insulation for new buildings and for the modernization of existing residences.

Asphalt Composition Tiles for floors are available in most attractive colors and are of unusual durability.



This trade mark may always be found upon the outside of every package of this Company's products.

SALES OFFICES—Montreal, Toronto, Hamilton and Winnipeg.

PAPER MILL—Pont Rouge, Que.

ROOFING FACTORIES — Montreal, Que., Hamilton, Ont.,
Winnipeg, Man.

QUARRIES—Verona, Ont.

