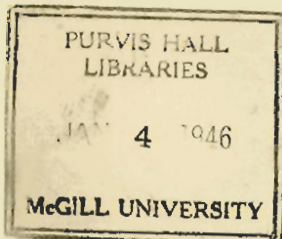


CANADA AND DOMINION SUGAR
COMPANY, LIMITED
and its Subsidiaries

CHATHAM - - - ONTARIO

CONSOLIDATED
ANNUAL STATEMENTS



31st JANUARY, 1936

CANADA AND DOMINION SUGAR COMPANY, LIMITED

AND ITS SUBSIDIARIES

(Incorporated Under the Dominion Companies' Act)

CONSOLIDATED BALANCE SHEET, 31st JANUARY 1936

ASSETS

| | | |
|---|---------------------|-------------------------------|
| Cash on hand and in banks | \$ | \$ 2,250,977.09 |
| Investment in Bonds issued or guaranteed by the Dominion of Canada at cost or par value (Market Value \$9,276,475) | | 8,474,157.25 |
| Interest accrued thereon | | 114,908.31 |
| Accounts receivable | \$ 481,759.74 | |
| LESS: Reserve for possible credit losses | <u>68,000.00</u> | 413,759.74 |
| Inventories of Sugar, Alcohol, By-products and Supplies as determined and certified by Company Officials and valued at the lower of cost or market values | | 3,254,104.64 |
| | | <u>\$ 14,888,907.08</u> |
| Advances, Prepaid Expenses and Loans to Employees (including Employee Shareholders \$6,603.97) | | 20,235.02 |
| Land, Buildings, Plant and Equipment (as appraised by Canadian Appraisal Company Limited, on 30th April, 1931) less adjustments | 8,304,793.88 | |
| LESS Reserve for Depreciation | <u>2,443,720.25</u> | |
| | | <u>\$ 5,861,073.63</u> |
| | | <u><u>\$20,405,215.32</u></u> |

LIABILITIES

| | | |
|--|---------------------|-------------------------------|
| Accounts Payable and Accrued Charges: | | |
| General | \$ 249,391.79 | |
| Dominion Government Excise Tax | 154,428.37 | |
| Reserve for Dominion and Provincial Income Taxes .. | 370,077.55 | \$ 773,897.91 |
| | | <u>773,897.91</u> |
| Dividends declared—four quarterly dividends of \$187,500 each commencing 1st March, 1936 | | 750,000.00 |
| Reserve for Contingencies | \$ 1,425,000.00 | |
| Reserve for Insurance | 300,000.00 | 1,725,000.00 |
| Capital: | | |
| Authorized 1,000,000 shares—No Par Value Issued 500,000 shares | \$14,000,000.00 | |
| Distributable Surplus set aside on organization of Company | \$ 1,000,000.00 | |
| Earned Surplus | <u>2,156,315.41</u> | |
| | | <u>3,156,315.41</u> |
| | | <u><u>17,156,315.41</u></u> |
| | | <u><u>\$20,405,215.32</u></u> |

Approved on behalf of the Board,
C.M.Houston, Director
W.J.McGregor, Director

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the accounts of Canada and Dominion Sugar Company, Limited, and its Subsidiaries, Montreal Products Company, Limited, Dominion Sugar Company, Limited, and The Canada Sugar Refining Company, Limited, for the year ending 31st January, 1936, and have received all the information and explanations we have required. We report that 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 combined Companies' affairs at 31st January, 1936, according to the best of our information, the explanations given us and as shown by the books of the Companies.

CLARKSON, GORDON, DILLVORTH AND NASH,
Chartered Accountants.

TORONTO, 2nd April, 1936.

CANADA AND DOMINION SUGAR COMPANY, LIMITED
AND ITS SUBSIDIARIES

CONSOLIDATED EARNED SURPLUS ACCOUNT

31st January, 1936

| | | |
|--|-----------------|------------------------|
| Balance 31st January, 1935 | | \$ 1,947,420.62 |
| ADD: Profit for year ending 31st January, 1936, after deducting all charges including depreciation, alterations and replacements to Plant and Reserve for Dominion and Provincial Income Taxes | \$ 1,733,894.79 | |
| LESS: Reserved for Contingencies | 275,000.00 | 1,458,894.79 |
| | | <u>\$ 3,436,315.41</u> |
| DEDUCT: Two extra Dividends of 50¢ each declared and paid | \$ 500,000.00 | |
| Four Dividends declared--payable \$187,500 quarterly commencing 1st March, 1936 | 750,000.00 | 1,250,000.00 |
| | | <u>\$ 2,156,315.41</u> |

CONSOLIDATED STATEMENT OF INCOME AND EXPENDITURE

For Year Ending 31st January, 1936

| | | |
|---|---------------|------------------------|
| Net Operating Profits after all charges, including alterations and replacements to plant | | \$ 1,735,572.60 |
| ADD: Interest on Investments | | 406,066.67 |
| | | <u>\$ 2,141,739.27</u> |
| DEDUCT: | | |
| Dominion and Provincial Income Taxes paid and provided for (including adjustments for prior years) | | 407,844.48 |
| | | <u>\$ 1,733,894.79</u> |
| NOTE: | | |
| The net profits shown above are after charging the following: | | |
| Depreciation | \$ 439,186.12 | |
| Directors' Fees | 21,600.00 | |
| Remuneration of Executive Officers | 60,000.00 | |
| Legal Fees | 344.25 | |