

*Canadian Celanese Limited*

ANNUAL REPORT  
FOR THE YEAR ENDED  
DECEMBER 31st  
1933



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# *Canadian Celanese Limited*

ANNUAL REPORT  
FOR THE YEAR ENDED

DECEMBER 31st

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## Directors

BRIG.-GEN. SIR WILLIAM ALEXANDER  
K.B.E., C.B., C.M.G., D.S.O., M.P.

C. L. AUGER	HENRI DREYFUS
LEE CADIEN	A. SCHWARTZ
W. MCC. CAMERON	P. A. THOMSON
CAMILLE DREYFUS	G. H. WHIGHAM

## Finance and Executive Committee

P. A. THOMSON (Chairman)	CAMILLE DREYFUS
G. H. WHIGHAM	W. MCC. CAMERON

## Officers

G. H. WHIGHAM, Chairman of Board of Directors  
CAMILLE DREYFUS, President  
W. MCC. CAMERON, Vice-President  
LEE CADIEN, Secretary and Treasurer  
H. BLANCKE, Assistant Secretary and Assistant Treasurer  
C. W. PALMER                      R. H. SPERLING  
Vice-President                      Factory Manager  
C. HESSEY-WHITE  
Sales Manager

## General Offices

1401 McGill College Avenue  
Montreal P.Q.

## Factory

Drummondville  
P.Q.

## Auditors

MESSRS. P. S. ROSS & SONS  
Montreal, P.Q.

## DIRECTORS' REPORT

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To the Shareholders

of Canadian Celanese Limited:

Appended hereto are copies of the Balance Sheet showing the financial position of the Company as at December 31, 1933 and the Profit and Loss and Surplus Account for the year ended December 31, 1933 together with the statement of the Company's auditors, Messrs. P. S. Ross & Sons.

The net profit from operations for the year was \$1,857,666.15 as compared with \$1,301,190.72 for the previous year. After making provision for income tax, depreciation and other deductions, there was carried to Surplus Account \$1,260,864.21 as compared with \$718,881.38 last year.

Dividends distributed to the holders of the 7% Cumulative Participating Preferred shares during the year amounted to \$855,000.00, being the regular 7% dividend for the current year and 2½% dividend on account of arrears which now stand at \$26.25 per share.

An amount of \$500,000.00 appropriated from surplus has been set up as a reserve for amortization of Patents and Processes, leaving the Balance at Credit of Surplus Account \$1,628,175.63 as compared with \$1,723,449.89 for the previous year.

The item of Contingencies and Unascertained Charges, etc. shows a reduction from \$129,082.42 last year to \$104,478.54 at the end of the current year.

A special reserve of \$150,000.00 previously appropriated from Surplus to meet market depreciation of investment securities held by the Company remains intact as it was at the end of last year.

The productive capacity of your factory at Drummondville, Quebec, is being substantially increased. The work in connection therewith is well advanced and will be completed very shortly.

Your Board take this opportunity of thanking the officers and employees of the Company for their zeal, loyalty and cooperation which have made these results possible under difficult conditions.

For the Board of Directors,

CAMILLE DREYFUS,  
President.

**Balance Sheet**  
**as at December 31, 1933**

**Assets**

**FIXED:**

Real Estate, Plant, Machinery and Equipment	\$ 8,528,060.38	
Patents, Processes, Organization and Development Expenses	1,661,661.63	\$10,189,722.01

**CURRENT:**

Cash on hand and in Banks	716,431.79	
Bonds and Stocks at Cost (not in excess of estimated Market Value)	1,416,426.03	
Accounts Receivable and Accrued Interest	433,981.24	
Inventories of Raw Materials, Supplies, Work in Process and Finished Goods	1,142,003.43	3,708,842.49

**DEFERRED AND PREPAID CHARGES:**

Unexpired Insurance, Taxes, etc.		20,815.01
		\$13,919,379.51

**Note:**

The Working Capital shown above includes funds to be appropriated for new Machinery and Equipment on order, estimated at \$300,000.00.

Approved on behalf of the Board:

(Signed) C. L. AUGER . . . . . Director  
P. A. THOMSON . . . . . Director

**Balance Sheet**  
**as at December 31, 1933**

**Liabilities**

CAPITAL STOCK:

AUTHORIZED

150,000 Shares 7% Cumulative  
 Participating Preferred  
 300,000 Shares Common, without  
 Nominal or Par Value

ISSUED:

90,000 Shares 7% Cumulative Participating Preferred	\$ 9,000,000.00	
250,409 Shares Common, without Nominal or Par Value	981,545.00	\$ 9,981,545.00

(Arrears of Dividends on Preferred Shares, \$26.25 per Share)

RESERVE FOR DEPRECIATION OF BUILDINGS, MACHINERY AND EQUIPMENT		1,100,117.83
RESERVE FOR AMORTIZATION OF PATENTS AND PROCESSES		500,000.00
RESERVE FOR CONTINGENCIES, UNASCERTAINED CHARGES, ETC.		104,478.54
SPECIAL RESERVE		150,000.00
CURRENT:		
Accounts Payable and Accrued Liabilities		455,062.51
SURPLUS:		
Per Statement attached		1,628,175.63
		\$13,919,379.51

Examined and Certified in accordance with our attached Certificate.

P. S. ROSS & SONS,  
 Chartered Accountants

Montreal, February 7, 1934

**STATEMENT OF PROFIT AND LOSS AND SURPLUS ACCOUNT**  
**For the Year Ended December 31, 1933**

Profit from Operations		\$1,857,666.15
DEDUCT:		
Depreciation	\$ 274,214.70	
Income Tax Reserve and other deductions	322,587.24	596,801.94
		1,260,864.21
ADD:		
Balance at Credit of Surplus Account, December 31, 1932	1,723,449.89	
Less: Prior year adjustments	1,138.47	1,722,311.42
		2,983,175.63
DEDUCT:		
Dividends Paid on Preferred Shares during 1933:		
7% for the year 1933	630,000.00	
2½% on account of arrears	225,000.00	855,000.00
		2,128,175.63
DEDUCT:		
Amount transferred to Reserve for Amortization of Patents and Processes		500,000.00
		500,000.00
Balance at Credit of Surplus Account, December 31, 1933		1,628,175.63
		1,628,175.63

## **AUDITORS' CERTIFICATE**

February 7th, 1934

Canadian Celanese Limited,  
Montreal.

We have examined the books of account and financial records of Canadian Celanese Limited for the year ended December 31, 1933, and have obtained all the information and explanations we have required.

We certify that, in our opinion, the attached Balance Sheet and relative Profit and Loss and Surplus Account present a true and correct statement of the financial position of the Company as at December 31, 1933 and the results from operations for the year ended that date, according to the best of our information and the explanations given to us and as shown by the books of the Company.

P. S. ROSS & SONS,

Chartered Accountants





