

General Steel Wares Limited and Subsidiary Companies

ANNUAL REPORT FOR THE Year ended 31st December, 1928

OFFICERS:

J. C. NEWMAN.....President
F. S. CORRIGAN.....Vice-President
and General Manager
W. S. GIBSON.....Vice-President
in charge of sales
W. F. HOLDING, Jr., C.A.....Comptroller
D. W. DICKSON.....Secretary
J. M. CAMPBELL.....Treasurer

DIRECTORS:

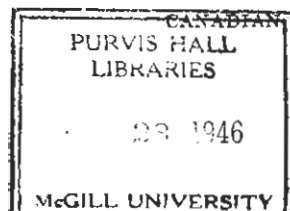
J. C. NEWMAN	W. S. HODGENS
F. S. CORRIGAN	F. M. ROSS
W. S. GIBSON	H. H. HORSFALL
GORDON W. SCOTT, C.A.	A. J. CLARK

STOCK TRANSFER AGENTS:

NATIONAL TRUST COMPANY
Montreal and Toronto

BANKERS:

CANADIAN BANK OF COMMERCE
Toronto



General Steel Wares Limited

AND SUBSIDIARY COMPANIES

ANNUAL REPORT

FOR THE YEAR ENDED DECEMBER 31st, 1928

TO THE SHAREHOLDERS:—

The Board of Directors submits herewith a statement of assets and liabilities, together with profit and loss account for the year which ended December 31st, 1928. The profits for the year, after deducting charges for repairs and maintenance, but before providing for depreciation, bond interest and income tax, amounted to \$1,483,008.72.

The foregoing profits have been dealt with as follows:—

Interest on bonds	\$555,000.00
Provision for depreciation and income tax	372,218.05
Dividends paid on preferred stock	315,000.00
Surplus for the year	240,790.67
	—————\$1,483,008.72

As will be observed from the balance sheet, the current position is satisfactory, current assets being more than seven times current liabilities.

During the year, \$972,656.49 was added to the property accounts, being moneys expended on extensions to properties acquired at the time of organization plus the cost of further properties acquired during the year. All the plants of the Company are in excellent condition and are operating in an efficient manner.

The year under review has been one of co-ordinating. The officers and employees of the Company throughout all departments have performed their duties in a loyal and efficient manner, and the thanks of your Board are extended to them.

Your Directors look forward to the coming year with every degree of confidence.

Submitted on behalf of the Board of Directors.

J. C. NEWMAN,
PRESIDENT

Montreal, February 7th, 1929.

General Steel Wares Limited

AND SUBSIDIARY COMPANIES

STATEMENT OF PROFIT AND LOSS AND SURPLUS

FOR THE YEAR ENDING DECEMBER 31st, 1928

Surplus as at January 1st, 1928		\$ 47,465.87
ADD:		
Profit for the Year Before Deducting Under-noted Charges	\$1,483,008.72	
LESS:		
Interest on Bonds	\$555,000.00	
Provision for Depreciation and Federal Income Taxes	372,218.05	
	927,218.05	
		555,790.67
DEDUCT:		
Dividends Paid on Preferred Stock		\$603,256.54
		315,000.00
<u>Surplus as at December 31st, 1928</u>		\$288,256.54

CONSOLIDATED BALANCE SHEET AS AT DECEMBER 31st, 1928

<u>ASSETS</u>	<u>LIABILITIES</u>
CURRENT ASSETS:	CURRENT LIABILITIES:
Cash on Hand and in Bank	Bank Loans (secured Under Sec. 88 of Bank Act)
\$ 49,514.44	\$ 569,040.83
Accounts Receivable, After Providing for Doubtful Debts	Accounts Payable and Accrued Liabilities ...
2,326,327.49	506,669.41
Sundry Debtors	Accrued Interest on Bonds and Mortgages
45,346.54	95,380.15
Inventories	
6,162,033.22	\$ 1,171,090.39
\$ 8,583,221.69	PROPERTY, DEPRECIATION AND CONTINGENCY RESERVES
INVESTMENTS, MORTGAGES, ETC.	3,904,089.20
48,066.01	BONDS AND MORTGAGES OF SUBSIDIARY COMPANIES
DEFERRED CHARGES	307,000.00
75,322.03	FIRST MORTGAGE BONDS:
FIXED ASSETS:	Authorized \$25,000,000.00
Land, Buildings and Equipment	Issued and outstanding, Series "A", 6%, Due November 1, 1952
As at January 1st, 1928	9,000,000.00
Additions (net) during the year	CAPITAL AND SURPLUS:
972,656.49	Preferred Stock 7% Cumulative, Authorized \$10,000,000.00
\$11,463,961.40	Issued — 45,000 shares of \$100.00 each
	\$ 4,500,000.00
	Preferred Stock Management — 3 Shares Without Nominal or Par Value, Fully Paid
	75.00
	Common Stock, Represented by 199,997 Shares, without nominal or par value, fully paid
	1,000,060.00
	Surplus
	288,256.54
\$20,170,571.13	5,788,391.54
	\$20,170,571.13

Approved on behalf of the Board,
J. C. NEWMAN, }
F. S. CORRIGAN, } Directors.

AUDITORS' CERTIFICATE

We have examined the books and accounts of General Steel Wares, Limited and its Subsidiary Companies for the year ending December 31st, 1928, and have obtained all the information and explanations which we required; and we certify that, in our opinion, the above consolidated balance sheet as at December 31st, 1928 is properly drawn up so as to exhibit a true and correct view of the state of the companies' affairs, according to the best of our information and the explanations given to us, and as shown by the books of the companies.

Toronto, February 8th, 1929.

PRICE, WATERHOUSE & COMPANY, }
P. S. ROSS & SONS, } Joint Auditors.