

General Steel Wares  
Limited  
and Subsidiary Companies

---

---

ANNUAL REPORT  
FOR THE  
Year ended 31st December, 1934

---

---

OFFICERS:

JOHN C. NEWMAN ..... President  
F. S. CORRIGAN ..... Vice-President  
  and General Manager  
G. K. SHEILS ..... Vice-President  
  and Asst. General Manager  
W. F. HOLDING, C.A. .... Comptroller  
  and Treasurer  
F. S. BROPHY ..... Secretary

—————  
DIRECTORS:

JOHN C. NEWMAN                      F. M. ROSS  
F. S. CORRIGAN                      H. H. HORSFALL  
W. S. HODGENS                      HON. GORDON W. SCOTT  
JOHN McCLARY GUNN                HON. DONAT RAYMOND

—————  
STOCK TRANSFER AGENTS:

NATIONAL TRUST COMPANY LIMITED  
Montreal and Toronto

—————  
BANKERS:

CANADIAN BANK OF COMMERCE  
Toronto

WAGG  
1934

# General Steel Wares Limited

## AND SUBSIDIARY COMPANIES

---

### ANNUAL REPORT

FOR THE YEAR ENDING 31ST DECEMBER, 1934

---

#### TO THE SHAREHOLDERS:

Your Directors submit herewith a consolidated balance sheet as at December 31st, 1934, together with profit and loss account for the fiscal year which ended on that date.

Operating profits for the year, before providing for bond interest, depreciation and other specified items, amounted to \$830,806, which represents an improvement of \$384,830 over the previous year's showing. After adding discount of \$52,065 on \$314,500 of bonds retired during the year and providing for bond interest, depreciation, etc., as detailed in the accompanying statement, there remained \$158,316 which has been applied in reduction of the deficit carried forward from 1933.

Adjustments have been made in fixed asset accounts and reserves relating thereto, to give effect to an appraisal of buildings and equipment made in 1932. The net value of fixed assets less reserves has not been altered by these adjustments, and profit and loss account is therefore not affected. Net additions to plant and equipment during the year amounted to \$64,435. Plants and equipment have been maintained in excellent condition, \$211,907 having been expended in 1934 on maintenance and repairs of fixed assets, and, in addition, the amount of \$250,000 has been provided for depreciation.

Inventories of raw materials, work in process, and finished goods have been taken into the accounts at a value which does not exceed the lower of cost or market value.

Your Company's working capital has been well maintained, inventories and bank loans have been reduced, and, as a consequence, the ratio of current assets to current liabilities has increased to 5.5 to 1.

During the year under review, your Company paid out \$445,000 in Federal, Provincial and Municipal taxes.

Your Directors take this opportunity of recording their appreciation of the loyal co-operation of the officers and employees of the Company.

Submitted on behalf of the Board of Directors.

JOHN C. NEWMAN,  
PRESIDENT

Montreal, February 1st, 1935.

# General Steel Wares Limited

## AND SUBSIDIARY COMPANIES

### CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND DEFICIT

YEAR ENDING 31ST DECEMBER, 1934

|  |               |                 |
|--|---------------|-----------------|
| Deficit as at 1st January, 1934 .....  |               | \$ 1,207,076.89 |
| DEDUCT:  |               |                 |
| Profit from operations, before providing for interest on bonds, depreciation, etc., as under ..... | \$ 830,805.91 |                 |
| Discount on bonds retired during the year .....  | 52,064.68     |                 |
|  |               | \$882,870.59    |
| LESS:  |               |                 |
| Interest on bonds .....  | \$ 451,697.63 |                 |
| Exchange on coupons paid in foreign currencies .....   | 3,606.89      |                 |
| Provision for depreciation .....   | 250,000.00    |                 |
| Directors' fees and emoluments .....   | 2,250.00      |                 |
| Reserved for Dominion and Provincial income taxes .....  | 17,000.00     |                 |
|  |               | 724,554.52      |
|  |               | 158,316.07      |
| Deficit as at 31st December, 1934 .....  |               | \$ 1,048,760.82 |

### CONSOLIDATED BALANCE SHEET AS AT 31ST DECEMBER, 1934

| <u>ASSETS</u>   |                  | <u>LIABILITIES</u>   |                     |
|---|------------------|--|---------------------|
| <b>CURRENT ASSETS:</b>  |                  | <b>CURRENT LIABILITIES:</b>  |                     |
| Cash on hand and in banks .....   | \$ 6,540.95      | Bank loans—Secured .....   | \$ 215,648.55       |
| Accounts Receivable .....   | \$1,104,490.11   | Accounts payable and accrued liabilities .....   | 399,319.97          |
| LESS—Reserves .....   | 182,767.21       | Reserve for Dominion and Provincial income taxes .....                                     | 17,000.00           |
|   | 921,722.90       | Accrued interest on bonds .....  | 75,275.00           |
| Sundry debtors .....  | 27,008.99        |  | \$ 707,243.52       |
| Inventories, as determined and certified by responsible officials of the Company, valued on the basis of cost or market prices, whichever were lower .....  | 2,954,812.27     | <b>RESERVE FOR DEPRECIATION OF BUILDINGS AND EQUIPMENT USED IN BUSINESS .....</b>          | <b>3,886,296.12</b> |
|   | \$3,910,085.11   | <b>FIRST MORTGAGE BONDS OF A SUBSIDIARY COMPANY .....</b>                                  | <b>195,000.00</b>   |
| INVESTMENTS, MORTGAGES, ETC. ....   | 13,982.84        | <b>FIRST MORTGAGE BONDS:</b>   |                     |
| DEFERRED CHARGES .....  | 35,786.72        | Authorized .....   | \$25,000,000.00     |
| <b>FIXED ASSETS:</b>  |                  | Series "A" 6%, due 1st November, 1952—   |                     |
| Land at cost, and buildings and equipment used in business at replacement values new as appraised on 31st December, 1932, by W. J. Moulton-Redwood, R.P.E., with subsequent additions at cost .....               | \$11,045,627.41  | Issued .....   | \$ 9,000,000.00     |
| Land, buildings and equipment not at present used in business at gross book values of predecessor or constituent Companies as to \$2,162,353.48, and remainder valued on basis of above mentioned appraisal ..... | \$2,755,818.48   | LESS—Redeemed and cancelled .....  | 1,862,500.00        |
| LESS—Reserve for depreciation available in respect thereto .....  | 1,383,886.74     |  | 7,137,500.00        |
|   | 1,371,931.74     | <b>CAPITAL:</b>  |                     |
|   | 12,417,559.15    | Preferred stock 7% Cumulative, callable at 110—  |                     |
|   | \$ 16,377,413.82 | Authorized .....   | \$10,000,000.00     |
|   |                  | Issued—45,000 shares of \$100.00 each (Dividends paid to 31st January, 1931)               | \$ 4,500,000.00     |
|   |                  | Common stock, represented by 200,000 shares without nominal or par value, fully paid ..... | 1,000,135.00        |
|   |                  |  | \$ 5,500,135.00     |
|   |                  | LESS—Deficit, as per accompanying statement .....  | 1,048,760.82        |
|   |                  |  | 4,451,374.18        |
|   |                  |  | \$16,377,413.82     |

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

### AUDITORS' REPORT

#### TO THE SHAREHOLDERS:

We have examined the books and accounts of General Steel Wares Limited and of its subsidiary companies for the year ending 31st December, 1934, and have received all the information and explanations we have required; and 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 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, 31st January, 1935.

PRICE, WATERHOUSE & COMPANY,  
 Chartered Accountants

HEAD OFFICE—MONTREAL, QUEBEC  
EXECUTIVE OFFICES—TORONTO, ONTARIO

| FACTORIES LOCATED AT |          | DISTRIBUTING WAREHOUSES LOCATED AT |           |
|----------------------|----------|------------------------------------|-----------|
| Montreal             | London   | Montreal                           | London    |
| Toronto              | Winnipeg | Toronto                            | Winnipeg  |
| Vancouver            |          | Calgary                            | Vancouver |

COMPANIES COMPRISING GENERAL STEEL WARES LIMITED

The McClary Manufacturing Company.  
The Happy Thought Foundry Co., Ltd.  
The Macdonald Manufacturing Co., Ltd.  
McLaughlin-Fletcher Soda Fountains, Ltd.

The Sheet Metal Products Co. of Canada, Ltd.  
The Thos. Davidson Manufacturing Co., Ltd.  
E. T. Wright, Limited.  
A. Aubry & Fils, Ltée.

SOME OF THE PRINCIPAL PRODUCTS  
OF YOUR COMPANY

**Under the "McCLARY" Trademark;**

Electric Ranges  
Gas Ranges  
Gas Heaters and Plates  
Coal and Wood Ranges  
Coal and Wood Heaters  
Circulating Heaters  
Furnacettes  
Heavy Duty Ranges—Coal, Gas,  
Electric  
Warm Air Furnaces  
Air-Conditioning Systems  
Registers  
Furnace Fittings  
Hotel, Cafeteria, and Institutional  
Equipment  
Electric Water Heaters  
Humidifiers  
Gas Water Heaters

**Under the "HAPPY THOUGHT"  
Trademark;**

Electric Ranges  
Gas Ranges  
Coal and Wood Ranges  
Heaters  
Circulating Heaters  
Furnaces

**Under the MACDONALD Name;**

Tin Cans and Boxes, Lithographed,  
Plain & Decorated  
Metal Containers, for Oil, Grease,  
Lard, Jam, Honey, Candy, Waxes,  
Polishes, Tea, Coffee, Spice, To-  
bacco, Talcum Powder, Tablets,  
Pills, Biscuits, Etc.  
Sheet Metal Specialties, Displays  
and Trays  
Metal Advertising Signs; gum-pro-  
cess, lithographed, porcelain-ena-  
meled  
Steel Shipping Containers "Wedg-  
Seal" Drums

**Under the "GSW" Trademark;**

Refrigerators  
Plumbing Fixtures  
Range Boilers  
Railroad Milk Cans  
Ice-Cream Packer Cans  
Enameled Ware Utensils  
Enameled Wash Boards  
Aluminum Cooking Utensils  
Cast Aluminum Cooking Utensils  
Plain and Japanned Tinware  
Bird Cages  
Dairy Pails and Utensils

**Under the "GSW" Trademark;  
(Continued)**

Copper Nickel-Plated Ware  
Sheet Iron Camp Stoves  
Galvanized Ware Utensils  
Poultry Supplies  
Stove Pipes and Elbows  
Cast Iron Hollow Ware  
Eavestrough; Galvanized and  
Copper  
Conductor Pipe and Elbows  
"Kovermore" and Corrugated Gal-  
vanized Roofing  
Hospital Enameled Ware  
Table Tops, Porcelain-Enameled  
Tubs for Washing Machines, Porce-  
lain-Enameled  
Metal Stampings  
Refrigerator Parts  
Job Enameling  
Shovels  
Trimline Sinks

**Under the "McLAUGHLIN-  
FLETCHER" Trademark;**

Soda Fountains  
Soda Fountain Equipment and  
Sundries

A few of the above-mentioned lines are illustrated in the enclosed circular. Dealers throughout Canada carry our products, and will welcome your enquiries regarding same.