Annual Report For Year ended 31st March, 1941.

> OFFICERS. President. P. A. THOMSON

Vice-President. J. B. WOODYATT

Secretary-Treasurer. W. A. ARBUCKLE, C.A.

DIRECTORS.

COL. A. CHRISTIE,
C.M.G., D.S.O LONDON, ENGLAND
HON. A. O. CRICHTON LONDON, ENGLAND
JAMES A. FALCONER, C.A. LONDON, ENGLAND
S. KILPATRICK London, England
W. A. ARBUCKLE, C.A MONTREAL, QUE.
M. A. THOMSON Montreal, Que.
P. A. THOMSON Montreal, Que.
G. M. TODD, C.B.E
J. B. WOODYATT Montreal, Que.
R. M. YOUNGS New York, N.Y.

Auditors. P. S. ROSS & SONS, Montreal, Que.

(INCORPORATED UNDER THE PROVINCE OF QUEBEC COMPANIES' ACT)

To the Shareholders:

MONTREAL, 20th May, 1941.

Your Directors present herewith the Twelfth Annual Report of your Corporation for the year ended 31st March, 1941.

Gross Revenue	\$ 285,517.88
Less:	
Expenses\$ 12,8	369.83
Directors' Fees	00.00
Loss on Exchange	16.86
Income and Other Taxes	570.90
	22.50
	198,880.09
Net Profit for year	\$ 86,637.79
Balance at credit of Earned Surplus Account 31st March, 1940. \$416,3	07.88
Add: Revenue Received Applicable to Prior Periods	
	423,200.80
Earned Surplus carried forward	\$ 509,838.59

During the year the Corporation purchased at discounts a further 178,500 of its $1\frac{1}{2}$ % Convertible Debentures. These Debentures were redeemed and cancelled, reducing the amount outstanding to 3,482,000 as at 31st March, 1941, compared with 6,000,000 originally issued. As the free stock warrants attached to the cancelled Debentures were likewise cancelled, there are now held by the Montreal Trust Company, and available for cancellation or for such other disposition as your Directors may consider fit, 26,665 Common Shares in all, formerly held by the Montreal Trust Company in trust for the holders of the free stock warrants attached to the Debentures and Preferred Shares redeemed to date.

It was deemed advisable to effect certain changes in the investment holdings during the year under review thereby realizing a capital profit of \$98,879.70 after including the profit on redemption of the Debentures purchased during the year and after deducting an exchange loss on capital account. This amount of \$98,879.70 was applied in reduction of the Investment Realization Deficit which now stands at \$91,710.67.

The net profit of the Corporation, as shown above, amounted to \$86,637.79 as compared with \$57,149.48 for the year to 31st March, 1940.

The market value of the Corporation's investments as at 31st March, 1941, was \$4,153,289 compared with \$4,849,136 as at 31st March, 1940.

The Books and Accounts of your Corporation have been audited by Messrs. P. S. Ross & Sons, Chartered Accountants, whose certificate is attached.

Respectfully submitted on behalf of the Board.

P. A. THOMSON,

President.

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MeGHL UNIVERSITY

(INCORPORATED UNDER THE PROVINCE OF QUEBEC COMPANIES' ACT)

Statement of Profit and Loss and Earned Surplus For the Year ended 31st March, 1941.

Revenue from Investments		\$ 282,334.76 3,183.12
Less:		\$ 285,517.88
Management Expenses-actual-as defined by By-Law XVI:		
Miscellaneous		
Directors' Fees		
Other Expenses Loss on Exchange Income and Other Taxes Interest on Debentures.	\$ 16,285.20 1,584.63 7,716.86 8,570.90 164,722.50	198,880.09
Net Profit for Year		\$ 86,637.79
Balance at credit of Earned Surplus Account at 31st March, 1940.	\$ 416,307.88	
ADD: Revenue Received Applicable to Prior Periods	6,892.92	423,200.80
Earned Surplus carried forward 31st March, 1941		\$ 509,838.59

Auditors' Certificate.

GREAT BRITAIN AND CANADA INVESTMENT CORPORATION, 1st May, 1941. 360 St. James Street West, Montreal, Que.

We have audited the books of account of Great Britain and Canada Investment Corporation for the year ended 31st March, 1941, and have received all the information and explanations required. The verification of the investments has been made by certificates received direct from the several depositaries.

In our opinion, the attached Balance Sheet and relative Profit and Loss and Earned Surplus Statement set forth correctly the financial position of the Corporation at 31st March, 1941, and the result of its operations for the year ended that date, according to the information and explanations given to us, and as shown by the books of the Corporation.

(Signed) P. S. ROSS & SONS,

Chartered Accountants.

(Incorporated under the Province of Quebec Companies' Act)

Balance Sheet as at 31st March, 1941.

ASSETS.

Cash in Banks. Accounts Receivable. (*) Investment Securities, at or under cost. Accrued Revenue on Investments. Prepaid Charges. Investment Realization Deficit, after deducting Profit on Debentur ferred Shares Redeemed. (*) NOTE—The aggregate value of these investments based on avai Exchange prices or estimated fair values as at 31st March, \$4,153,289.00.	es and Pre- ilable Stock	\$ 103,309.17 230.90 6,770,947.89 56,469.10 129.17 91,710.67
		\$7,022,796.90
LIABILITIES.		
Accrued Expenses. Accrued Debenture Interest due 1st April, 1941, including provision for loss on exchange.	or estimated	\$ 181.25 86,179.50
(*) 4½% 30-Year Convertible Debentures, due 1st April, 1959: Authorized and Issued	5,000,000.00 2,518,000.00	
(*) Note—Payable in Canadian, U.S. or Sterling funds at holder's op Preferred Stock Redemption Reserve	ption.	3,482,000.00 18,847.56
CAPITAL STOCK: \$5.00 Cumulative Convertible Redeemable Preferred Shares: Authorized and Issued—40,000 Shares of \$50.00 each \$2 Less: Purchased and Redeemed — 1,485 Shares	2,000,000.00 74,250.00	
Presently Outstanding 38,515 Shares \$1	,925,750.00	
(Entitled to repayment at \$105.00 per share in the event of winding-up or dissolution of the Corporation. Dividend in arrears since 1st October, 1931, \$1,829,462.50).		
Common Shares of no par value: Authorized—550,000 Shares (of which 146,670 Shares are reserved for the conversion of Debentures and Preferred Stock).		
	,000,000.00	
Earned Surplus	509,838.59	3,435,588.59
		\$7,022,796.90
Approved on behalf of the Board of Directors: P. A. THOMSON R. M. YOUNGS	Directors.	