



Holt, Renfrew
& COMPANY LIMITED

ANNUAL REPORT

For the year ended January 31, 1942



HOLT, RENFREW & COMPANY LIMITED

Head Office: 1900 SHERBROOKE ST. WEST

MONTREAL

Directors

L. J. ADJUTOR AMYOT

HENRY BORDEN, K.C.

GEORGE B. FOSTER, K.C.

R. G. LIDDY

JOHN G. McCONNELL

W. H. McWILLIAMS

RT. HON. ARTHUR MEIGHEN, K.C., P.C.

A. J. WALKER

R. HOWARD WEBSTER

Officers

A. J. WALKER

Vice-President and Managing Director

R. G. LIDDY

Secretary-Treasurer

Branches

QUEBEC • MONTREAL • TORONTO • WINNIPEG

Annual Report of the Board of Directors

of

HOLT, RENFREW & CO. LTD.

*for the year ended January 31st, 1942,
submitted to the Shareholders of the Company
at the Annual Meeting held on March 31st, 1942.*

Your Directors submit the Annual Report and Financial Statement of the Company for the year ended January 31st, 1942, as audited and certified by Messrs. Price, Waterhouse & Company.

The net income from the year's operations after deducting selling, general and administrative expenses and making provision for mortgage and other interest, depreciation and income and excess profits taxes amounted to \$112,625.92 or an increase of \$10,699.57 over the figures of the previous year.

Existing world conditions have made it increasingly difficult to obtain certain types of merchandise. Nevertheless, we have been able to keep our stocks reasonably well assorted.

The merchandise has been conservatively valued and provision has been made for all doubtful Accounts Receivable.

The policy of keeping all your properties in good condition has been continued.

There are no liabilities to Bankers for loans or overdrafts.

Your Directors deeply regret to have to record the death during the year of the President, Hon. Lorne C. Webster and of three of the other Directors, Sir Herbert S. Holt, Hon. D. O. L'Esperance and R. B. Lindsay, all of whom served the Company faithfully from its inception. The sound judgment and business ability of all of these Directors, always at the Company's service, will be greatly missed in the conduct of its affairs. Mr. L. J. Adjutor Amyot of Quebec, Henry Borden, K.C., of Toronto, George B. Foster, K.C., and R. Howard Webster of Montreal were elected to fill the vacancies.

Your Directors desire to record their appreciation of the loyalty and efficiency of the staff and employees throughout the entire organization.

Submitted on behalf of the Board of Directors.

ALVIN J. WALKER,

Vice-President and Managing Director.

HOLT, RENFREW & COMPANY LIMITED
BALANCE SHEET, JANUARY 31st, 1942

Assets

CAPITAL ASSETS:

Land and Buildings.....	\$1,176,482.19
Shop Furniture and Fixtures, Automobiles, etc., less Depre- ciation.....	119,026.06

\$1,295,508.25

NOTE:—Under date of January 31, 1942,
Canadian Appraisal Co., Limited, valued
the properties at a depreciated value of
\$1,603,808.76.

Goodwill.....	772,453.79
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\$2,067,962.04

CURRENT ASSETS:

Inventories of Skins, Manufactured Furs, etc., as valued by the Management at or below cost.....	\$ 996,045.27
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Trade Accounts Receivable, less Reserve.....	378,164.47
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Other Accounts Receivable, less Reserve.....	46,124.04
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Cash Deposit with Fire Insurance Underwriters.....	62,097.72
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Cash on hand and with Bankers....	63,786.87
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1,546,218.37

INVESTMENT in and advances to Huron Manufacturing Co. Ltd.....	71,070.64
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DEFERRED CHARGES:

Taxes, Insurance and Expenses paid in advance.....	\$ 22,165.56
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Alterations to Leased Premises.....	32,224.19
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54,389.75

\$3,739,640.80

Approved on behalf of the Board:

A. J. WALKER, *Director.*

R. G. LIDDY, *Director.*

Liabilities

CAPITAL STOCK:

Seven per cent Cumulative Pre- ferred—Authorized and Issued: 10,000 shares of \$100.00 each....	\$1,000,000.00
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NOTE:—PREFERRED DIVIDEND PAID
TO DECEMBER 31, 1932.

Common—

Authorized and Issued: 10,000 shares of \$100.00 each...	1,000,000.00
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\$2,000,000.00

MORTGAGE PAYABLE 5% ma- turing in semi-annual instalments from April 1, 1942, and balance of \$217,875.00 due October 1, 1947....	332,000.00
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CURRENT LIABILITIES:

Accounts and Bills Payable and Accrued Liabilities.....	\$ 376,092.76
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Prepaid Storage and Sundry Credit Balances.....	21,034.73
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Accrued Mortgage Interest.....	5,533.33
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Provision for Income and Profits Taxes and Contingencies.....	83,065.65
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485,726.47

RESERVE:

Depreciation of Buildings.....	160,000.00
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SURPLUS:

per statement attached.....	761,914.33
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\$3,739,640.80

CONTINENT LIABILITY:

Trade Paper under Discount.....	\$ 315,565.82
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HOLT, RENFREW & COMPANY LIMITED

Statement of Profit and Loss and Surplus for the year ending January 31, 1942

Profit from Operations for the year ending January 31, 1942, after deducting Selling, General and Administration Expenses and making provision for Income and Excess Profits Taxes.....		\$ 207,692.66
DEDUCT:		
Mortgage Interest.....	\$ 17,032.31	
Other Interest (Net)	15,236.16	
	<hr/>	32,268.47
Profit after interest but before depreciation.....		<hr/>
		\$ 175,424.19
DEDUCT:		
Depreciation of Shop Furniture and Fixtures and Automobiles..	\$ 27,798.27	
Depreciation of Buildings.....	35,000.00	
	<hr/>	62,798.27
Net Profit for the year.....		<hr/>
		\$ 112,625.92
Surplus—January 31, 1941.....	\$ 650,686.48	
Less: Additional Profits Taxes in respect to the year ending January 31, 1941.....	1,398.07	
	<hr/>	649,288.41
Surplus—January 31, 1942.....		<hr/>
		\$ 761,914.33

HOLT, RENFREW & COMPANY LIMITED

Auditors' Report to the Shareholders

We have made an examination of the books and accounts of Holt, Renfrew & Company Limited in Montreal and Winnipeg for the year ending January 31, 1942, and have been furnished with a Balance Sheet and Profit & Loss Account of the Toronto and Quebec Branches certified to by the Chartered Accountants who audited the books of these Branches. We have obtained all the information and explanations which we have required, and we report that in our opinion the above Balance Sheet at January 31, 1942, is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs, according to the best of our information and the explanations given to us and as shown by the books of the Company which we have examined and the Certified Accounts of the Branches which were furnished to us.

PRICE, WATERHOUSE & CO.,
Auditors.

MONTREAL, March 12, 1942.

