

Report

FOR THE YEAR ENDED

DECEMBER 31, 1985





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Annual Reports
McGILL UNIVERSITY



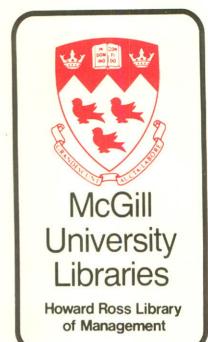


QUALITY POLICY

OF CHRYSLER CORPORATION

The quality policy of Chrysler Corporation is "To be the Best." This policy requires that every individual and operating unit fully understand the requirements of their customer, and deliver products and services that satisfy these requirements at a defect-free level.

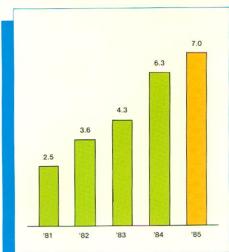
Lee A. Jacocca



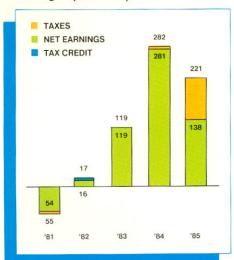


Dodge Dakota Mid-size Pickup

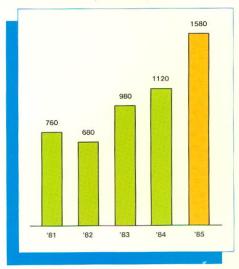
Net Sales-(\$ Billions)



Earnings—(\$ Millions)



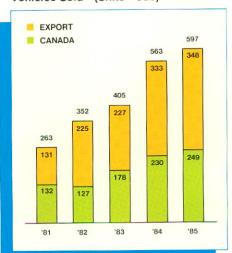
Total Assets—(\$ Millions)



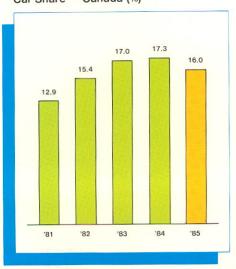
Financial Highlights

Dollars in millions	1985	1984	1983
Net Sales	\$7,040.8	\$6,274.0	\$4,305.8
Earnings from Operations	\$ 221.0	\$ 281.9	\$ 119.1
Net Earnings	\$ 138.1	\$ 280.6	\$ 118.8
Net Current Assets	\$ 298.1	\$ 185.4	\$ 61.4
Net Property, Plant and Equipment	\$ 334.0	\$ 318.9	\$ 380.9
Total Assets	\$1,580.2	\$1,119.6	\$ 980.3
Shareholders' Investment	\$ 501.2	\$ 363.1	\$ 82.5
Employees — Year End	12,356	12,448	12,028
Total Payroll	\$ 459.0	\$ 408.4	\$ 300.8

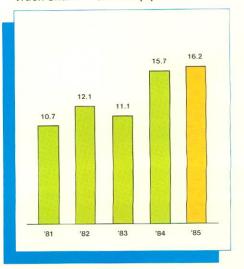
Vehicles Sold-(Units-000)



Car Share — Canada (%)



Truck Share — Canada (%)





President's Comments

Chrysler Canada Ltd. in 1985 recorded its fourth consecutive year of higher production and vehicle sales.

Record sales of \$7.0 billion were recorded, up 11 per cent from the previous record of \$6.3 billion set in 1984.

Operating earnings in 1985 were \$221 million. Net earnings of \$138 million reflect our return to full taxpayer status for the year. Shareholders' investment improved to \$501.2 million.

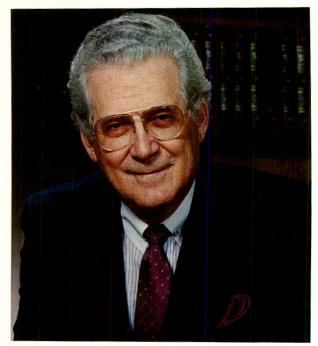
Chrysler's 1985 performance reflected continuing strong vehicle markets in both Canada and the United States, and continued high levels of public acceptance of Chrysler's passenger cars and light-duty trucks. Factory shipments in Canada were 249,043 vehicles. An additional 347,501 vehicles were exported for a total of 596,544 units, an increase of 6.0 per cent over the 562,754 sold in 1984.

The Canadian retail motor vehicle industry continued to show remarkable strength for the third consecutive year. Retail deliveries of a record 1,137,119 passenger cars in 1985 were 18.2 per cent higher than the 962,301 cars sold in 1984, and the industry's highest since the previous record was set in 1979.

The Canadian truck market exhibited even greater strength, with a 24.4 per cent increase to a record 393,716 trucks from the 316,386 trucks delivered in 1984.

Chrysler's 557 dealers across Canada delivered 245,992 cars and trucks during 1985, an increase of 13.7 per cent over the 216,374 vehicles sold in 1984, and the highest in eight years. Retail deliveries of 182,290 cars increased 9.4 per cent over the 166,658 cars sold in 1984 and were the highest since 1977, representing 16 per cent of industry passenger car sales.

Retail deliveries of 63,702 trucks increased 28.1 per cent over the 49,716 trucks sold in 1984, reflecting the continuing sales success of the Windsor-built MagicWagons and minivans in spite of new entries from our two largest competitors.



M. J. Closs

Chrysler Canada's share of the Canadian truck market increased to 16.2 per cent from 15.7 per cent in 1984.

Vehicle production in Chrysler Canada's plants also set a record. The company's two vehicle assembly plants in Windsor built 390,120 vehicles in 1985, a 7.0 per cent increase over the previous record 364,377 vehicles built in 1984. The Windsor Assembly Plant built 268,491 MagicWagons and minivans, and the Pillette Road Truck Assembly Plant in Windsor produced 121,629 full-sized vans and wagons. MagicWagon production passed the half-million mark in November, 1985.

Windsor Assembly Plant production was increased twice during 1985, to its current level of 1,024 MagicWagons and minivans a day on two shifts. Following completion of a \$35 million plant modernization and expansion program, production at Pillette was increased from 448 to 496 vehicles a day, also on two eight-hour shifts.

Production at Chrysler Canada's Ajax Trim Plant near Toronto increased 7.0 per cent, from 10.7 to 11.5 million pieces in 1985. Ajax Trim produces more than 950 soft interior trim parts for all but one of Chrysler's North American vehicle assembly plants.

Chrysler Canada's Etobicoke Casting Plant, also in the Toronto area, shipped 20,568 tonnes of aluminum engine and transmission components last year, an 11.0 per cent increase over the 18,600 tonnes shipped in 1984.

The company's Perth Metal Industries plant in Stratford, Ontario, shipped 25.1 million finished pieces in 1985, a 31.0 per cent increase over the 19.2 million pieces shipped in 1984. In December 1985, Chrysler Canada Ltd.'s Board of Directors approved a \$5.8 million plant expansion and modernization program for Perth Metal. The expansion, which is scheduled for completion in the summer of 1986, will double the size of the plant. The program also includes the addition of six new presses and a new heat treatment furnace.

The robust and growing Canadian automotive service market resulted in sales of a record \$200 million in Mopar and Autopar aftermarket parts and accessories to Chrysler Canada dealers in 1985, a 15 per cent increase over 1984.

Chrysler Canada Ltd. employment continued at a high level, with a 1985 payroll of a record \$459 million. All Chrysler Canada assembly and component manufacturing plants worked at capacity during most of 1985. In October, 1985, the company negotiated an historic two-year labour contract with the newly-independent UAW-Canada. As part of the new contract, all eligible Chrysler Canada employees and retirees received a lump sum bonus payment of \$1,000 and distribution of their Chrysler shares acquired through the Chrysler Employee Stock Ownership Plan.

Product program expenditures in 1985 totalled \$105 million, compared to \$98 million in 1984. Since 1980, Chrysler Canada Ltd. has invested \$711 million to upgrade its products, production, and dealership facilities with modern, efficient state-of-the-art technology.

Eleven sons and daughters of Chrysler Canada Ltd. employees, dealers, and dealership personnel were awarded scholarships under the Chrysler Canada Ltd. Scholarship Program. The Chrysler Canada Scholarship Program was

established in 1964 to provide recognition and educational assistance for children of company employees, dealers, and dealership employees.

Chrysler's outlook for 1986 is positive. Economic indicators in both Canada and the United States point to continued high levels of demand for new passenger cars and trucks, and Chrysler's competitive position has never been stronger. During the next year, the company will launch several new products, including the introduction of the all-new 1987 Dodge Dakota mid-sized pickup truck, Dodge Shadow and Plymouth Sundance subcompacts, and the upscale "J-Car" coupe.

However, increasing worldwide production capacity, especially in North America, and the lack of firm industrial trade policies on the part of the governments of Canada and the United States are serious concerns.

Chrysler Canada Ltd. faces the opportunities and challenges of 1986 with confidence and optimism. We continue to have but one objective - "To Be The Best."

M. J. Closs President and Chief Executive Officer



PRODUCT AND PROMOTION



Chrysler Canada Ltd. has been appointed the official and exclusive vehicle supplier to Vancouver's Canada Place during Expo '86.



Chrysler Laser XT



Ram Tough Dodge Pickups



Linda Southern of Calgary and part of her Spruce Meadows jumping team.



Peugeot 505 Turbo



Ram Tough Dodge Wagons



During 1985, Chrysler's 60th Anniversary, this time tunnel was featured at numerous auto shows across the country.



Plymouth Reliant



Chrysler LeBaron



Dodge Omni GLH



MagicWagon production passed the half-million mark at Windsor Assembly Plant November 21, 1985.



Plymouth Colt Premier



Chrysler's Gordon Pfeiffer presenting the Chrysler trophy to Doug Henry of Aurora, winner of Canada's only Derby.



Chrysler New Yorker



Chrysler Canada Ltd. is the exclusive automotive supplier at the Canadian National Exhibition and several exhibitions taking place on the CNE grounds.



Auditors' Report

The Shareholders Chrysler Canada Ltd.

We have examined the consolidated balance sheet of Chrysler Canada Ltd. (a wholly-owned subsidiary of the Chrysler Corporation) as at December 31, 1985 and the consolidated statements of operations and retained earnings and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of the Company as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Windsor, Ontario February 11, 1986 TOUCHE ROSS & CO. Chartered Accountants

Consolidated Statement of Operations and Retained Earnings

	Year ended December 31		
	1985	1984	1983
	(In millions of dollar		rs)
Net sales Interest income Equity in net earnings of subsidiaries (Note 3)	\$7,040.8	\$6,274.0	\$4,305.8
	45.6	17.4	18.4
	1.0	0.6	1.3
	7,087.4	6,292.0	4,325.5
Costs, other than items below. Depreciation of plant and equipment Amortization of special tools. Selling and administrative expenses. Pension and retirement plans (Note 6) Interest on long-term debt	6,649.5	5,790.1	3,989.7
	28.1	30.0	16.3
	44.6	42.1	56.5
	126.2	108.9	97.4
	17.6	15.6	8.4
	0.4	23.4	38.1
	6,866.4	6,010.1	4,206.4
Earnings from operations before taxes and extraordinary item	221.0	281.9	119.1
	96.9	105.3	40.3
Extraordinary item (Note 7).	124.1	176.6	78.8
	14.0	104.0	40.0
NET EARNINGS	138.1	280.6	118.8
	361.1	80.5	(38.3)
RETAINED EARNINGS AT END OF THE YEAR	\$ 499.2	\$ 361.1	\$ 80.5

Consolidated Balance Sheet

	Decemb	ber 31
	1985	1984
ASSETS	(In millions	of dollars)
Current assets:		
Cash and time deposits	\$ 444.6	\$ 158.1
Accounts receivable	34.5	30.6
Due from parent and affiliated companies	314.1	302.5
Inventories	292.5	244.5
Prepaid expenses	6.3	15.0
Income taxes allocable to future periods	49.0	41.9
TOTAL CURRENT ASSETS	1,141.0	792.6
Investments and other assets:		
Equity in subsidiaries (Note 3)	4.3	6.6
Investment (Note 4)	14.8	_
Deferred charges	53.4	1.5
Deferred taxes on income	32.7	_
TOTAL INVESTMENTS AND OTHER ASSETS	105.2	8.1
Property, plant and equipment:	334.0	318.9
At cost, net of amortization and accumulated depreciation (Note 5)		\$1,119.6
TOTAL ASSETS	\$1,580.2	\$1,119.0
LIABILITIES		
Current liabilities:		
Accounts payable and accrued expenses	\$ 476.8	\$ 348.5
Due to parent and affiliated companies	287.6	243.9
Sales and use taxes	18.1	12.7
Taxes on income.	60.4	_
Long-term debt—current portion	_	2.1
TOTAL CURRENT LIABILITIES	842.9	607.2
	0.12.0	00
Other liabilities: Accrued employee benefits	26.4	19.4
	21.4	25.6
Deferred income	81.8	57.0
Other non-current liabilities	106.5	47.3
Deferred taxes on income	106.5	To Control Control
TOTAL OTHER LIABILITIES	236.1	149.3
TOTAL LIABILITIES	1,079.0	756.5
SHAREHOLDERS' INVESTMENT		
Share capital:	0.0	0.0
Capital stock: Authorized and issued 200,000 common shares	2.0	2.0
Retained earnings	499.2	361.1
TOTAL SHAREHOLDERS' INVESTMENT	501.2	363.1
TOTAL LIABILITIES AND SHAREHOLDERS' INVESTMENT	\$1,580.2	\$1,119.6

Approved by the Board

M. J. Closs, Director

C. A. Struve, Director



Consolidated Statement of Changes in Financial Position

	Year ended December 31		
	1985	1984	1983
	(In r	millions of dolla	ırs)
Funds provided by (used in) operations:			
From operations:	\$124.1	\$176.6	\$ 78.8
Earnings before extraordinary item	28.1	30.0	16.3
Depreciation of plant and equipment	26.4	30.0	-
Increase in deferred taxes on income	(1.0)	(0.6)	(1.3)
Equity in net earnings of subsidiaries		(5.9)	(4.2)
Amortization of deferred income	(3.8) 14.0	104.0	40.0
Extraordinary item—taxes on income		1.5	
Other	2.6	1.5	(0.3)
	190.4	305.6	129.3
Changes in working capital affecting operations:			
(Increase) in inventories.	(48.0)	(62.6)	(25.6)
Increase (decrease) in current taxes.	53.3	(41.9)	(20.0)
Other	168.5	34.9	109.1
	170.0		
Net	173.8	(69.6)	83.5
Net (decrease) increase in other non-current assets and liabilites	(20.0)	56.5	12.4
FUNDS PROVIDED BY OPERATIONS	344.2	292.5	225.2
Funds provided by (used in) investment activities:			
Repayments by (advances to) subsidiaries	3.3	2.6	(1.2)
Investment (Note 4)	(14.8)	_	(1.2)
Disposal of property, plant and equipment	7.3	7.6	4.4
Expenditures for property, plant and equipment (net of tax credit in 1985 of \$3.1)	(50.7)	(32.9)	(124.6)
Special tools (increase) decrease	(2.8)	55.8	(50.8)
FUNDS (USED IN) PROVIDED BY INVESTMENT ACTIVITIES	(57.7)	33.1	(172.2)
Funds provided by (used in) financing activities:			
(Decrease) increase in long-term debt	_	(271.2)	2.6
Repayment of equity loan to shareholder	_	(= · · · =)	(36.3)
FUNDS (USED IN) FINANCING ACTIVITIES.		(071.0)	
TONDO (COLD IN) TINANCINA ACTIVITIES		(271.2)	(33.7)
Funds:			
Increase during year	286.5	54.4	19.3
Cash and time deposits at beginning of year	158.1	103.7	84.4
CASH AND TIME DEPOSITS AT END OF YEAR	\$444.6	\$158.1	\$103.7
		= = =	- 100.1

Notes to Consolidated Financial Statements December 31, 1985

1. Summary of significant accounting policies

Principles of consolidation

The consolidated financial statements include the accounts of Chrysler Canada Ltd. and its subsidiary, Chrysler Leasing Ltd. Dealership subsidiaries are reflected on the equity basis as they are subject to sale to dealer principals.

Foreign exchange

Current assets and liabilities of the Company in United States dollars are translated to Canadian dollars at the year-end exchange rate. Property, plant and equipment are translated at the rates in effect at their date of purchase. Translation gains and losses on current items are included in income for the year. Income and expenses are translated at rates in effect at the date of the transactions.

Property, plant and equipment

Property, plant and equipment are carried at cost less accumulated depreciation. Depreciation is generally provided on a diminishing balance basis over the following terms: buildings—50 years; machinery and equipment—12 years. Idle assets are written down to estimated realizable value. The cost of special tools is amortized ratably on a basis designed to allocate the cost to operations during the years in which tools are used in the productive process.

Pension and other retirement benefits

Current service costs of pension plans are expensed and funded on a current basis. Prior service costs are amortized and funded over a period not exceeding fifteen years.

The cost of continuing life insurance provided upon retirement is accounted for in a manner similar to pension costs but is not funded. Health insurance cost for the retirees is charged to income as applicable premiums are paid.

Inventories

Inventories are stated at the lower of cost and net realizable value with cost determined substantially on a first-in, first-out basis.

Product warranty

Estimated lifetime costs of product warranty are accrued at the time of sale.

Income taxes

The Company provides for income taxes under the tax allocation basis of accounting whereby income taxes are provided for in the year in which the related income is reflected in the financial statements. Deferred income tax provisions result from timing differences in the recognition of income and expense for income tax and financial statement purposes. Investment tax credits are recorded using the cost reduction approach. (see Note 2).

Deferred income

The gains realized on the sale and lease-back of assets (see Note 5) are deferred and taken into income over the initial terms of the leases.

2. Change in accounting policies

Effective January 1, 1985, the Company changed its method of accounting for investment tax credits by adopting prospectively the recommendations of the C.I.C.A. relating to investment tax credits (see Note 1, income taxes). The Company previously recorded investment tax credits by the flow through method which recognized such credits in the year in which they were claimed for tax purposes by a reduction in the provision for income taxes. The effect of the prospective change in this accounting policy is immaterial.

3. Equity in subsidiaries

For the year ended December 31, 1985, the Company's investment in dealership subsidiaries decreased by the receipt of funds of \$3.3 million (1984 \$2.6 million) and increased by its share of earnings of \$1.0 million (1984 \$0.6 million). Approximately 8% of the Company's domestic sales are to these subsidiaries.

4. Investment

During the year the Company invested \$14.8 million for an approximately one percent interest in Mitsubishi Motors Corporation.



5. Property, plant and equipment

A summary by major classification of property, plant and equipment follows:

	1985	1984
	(In millions	of dollars)
Cost		
Land	\$ 12.1	\$ 11.0
Buildings	147.9	143.3
Machinery and equipment	302.1	317.7
Furniture	10.5	9.3
Construction in process	57.4	25.2
	530.0	506.5
Less accumulated depreciation	200.5	189.3
	329.5	317.2
Unamortized special tools	4.5	1.7
	\$334.0	\$318.9

The Company has an obligation for operating lease payments as a result of the sale and lease-back of facilities, including five service parts warehouses and thirty-eight dealership locations. The majority of these leases have initial terms which expire in 1990 and contain options for additional five-year renewals. Payments for the next five years under all leases are as follows:

	(In millions of dollars)
1986	\$13.7
1987	12.7
1988	12.3
1989	12.1
1990	10.7

6. Pension plans

The Company has pension plans covering substantially all of its employees. The actuarial methods and assumptions are regularly reviewed by the Company and its Independent Actuaries to ensure that annual funding is sufficient to cover the current and past service liabilities on an appropriate amortization basis. All pension trust fund assets are used solely to pay pension and survivor benefits.

Total contributions to plans made in 1985 and 1984 were \$57.5 and \$25.7 million respectively. In 1985 a prepaid past service contribution of \$55.0 million was

made as a result of an extension of the plans' benefits. This prepayment is being amortized over a ten year period. The 1984 payment included a partial prepayment of \$10.1 million of estimated 1985 pension costs. The plans are fully funded as of December 31, 1985.

7. Extraordinary item — Taxes on income

Details of the extraordinary item reducing taxes on income are as follows:

	1985		19	984	1	983
Effect of utilization of	(In millions o		s of do	llars)	
the remaining balance of tax loss carry-forwards Reinstatement of deferred	\$	_	\$	62.1	\$	40.0
tax debits	-	14.0		41.9		_
	\$	14.0	\$1	04.0	\$	40.0

The balance of deferred tax debits applicable to current timing differences have been reinstated to offset a portion of the current year's provision.

8. Related party transactions

The Company's operations are integrated with its parent as illustrated by the following for 1985:

- —The parent purchased 88% of the vehicles produced by the Company.
- —Approximately 77% of the vehicles sold by the Company in Canada were purchased from the parent.
- —The parent supplies approximately 47% of the component parts used in the assembly process.
- —The parent also provided the majority of the research and engineering services associated with the product sold by the Company.

An affiliated company provides financing for vehicles purchased by the Company's dealership subsidiaries. At December 31, 1985 the Company has advanced funds of \$43.0 million to this affiliate.

Financial Statistics

	1985	1984	1983	1982	1981
OPERATING DATA					
Motor vehicles sold (units)	596,544	562,754	404,724	351,596	263,407
Net sales	\$7,040.8	\$6,274.0	\$4,305.8	\$3,636.1	\$2,452.0
Interest expense	0.4	23.4	38.1	34.1	32.6
Maintenance and repairs	23.2	24.9	11.2	11.7	7.4
Taxes other than on income	270.2	216.6	156.6	116.8	105.7
Depreciation	28.1	30.0	16.3	11.4	11.9
Amortization of special tools	44.6	42.1	56.5	59.9	70.6
Taxes on income (credit)	82.9	1.3	0.3	(0.9)	1.3
Net earnings (loss)	138.1	280.6	118.8	16.8	(54.8)
Net earnings as a percent of sales	1.96	4.47	2.76	.46	(2.23)
Expenditures for facilities other than special tools	50.7	32.9	214.9	33.9	5.7
Expenditures for special tools	47.4	(13.6)	107.3	66.2	70.6
FINANCIAL POSITION—YEAR-END					
Current assets	1,141.1	792.6	586.5	444.9	558.4
Current liabilities	843.0	607.2	525.1	318.8	435.3
Net current assets	298.1	185.4	61.4	126.1	123.1
Net property, plant, equipment and tools	334.0	318.9	380.9	137.3	106.6
Total assets	1,580.2	1,119.6	980.3	680.4	759.9
Long-term debt	_	_	271.2	268.6	243.1
Total shareholders' investment (deficit)	501.2	363.1	82.5	(36.3)	(53.1)



PRODUCT AND PROMOTION



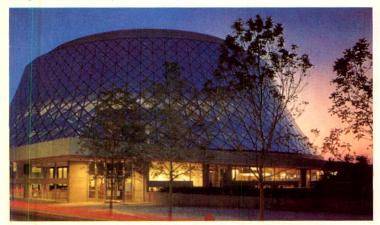
Ram Tough Dodge Vans



Plymouth Caravelle



Dodge Ram 50 Pickups



Chrysler Canada Ltd. is the official automotive supplier to Toronto's Roy Thomson Hall.



Chrysler LeBaron



Chrysler's Yves Landry and Jules Lacasse flanking Paul Slachta, winner of a new LeBaron GTS at Montreal's Daily Newspaper Day.



Dodge Aries



Dodge 600

Unit Sales of Cars and Trucks

BY AREA OF MANUFACTURE:	1985	1984	1983	1982	1981
United States					
Passenger cars	170,042	168,032	132,515	82,366	79,071
Trucks	20,929	20,204	15,552	11,776	16,383
Canada					
Passenger cars	_	_	104,420	149,854	69,577
Trucks	391,802	363,753	140,161	96,007	86,096
TOTAL U.S. AND CANADA	582,773	551,989	392,648	340,003	251,127
Japan	12,762	9,953	11,761	11,593	12,280
France	1,009	812	315	_	_
TOTAL WORLDWIDE	596,544	562,754	404,724	351,596	263,407
BY AREA OF SALE:					
United States					
Passenger cars	-	_	95,577	134,375	53,804
Trucks	344,604	329,167	127,912	87,679	73,837
Canada					
Passenger cars	181,228	176,220	149,240	105,264	103,031
Trucks	67,815	53,338	29,245	21,328	29,463
TOTAL U.S. AND CANADA	593,647	558,725	401,974	348,646	260,135
Outside U.S. and Canada	2,897	4,029	2,750	2,950	3,272
TOTAL WORLDWIDE	596,544	562,754	404,724	351,596	263,407
PRODUCTION OTHER THAN CARS AND TRUCKS:					
(units in thousands)					
Aluminum die castings	13,190	13,962	11,065	7,050	5,777
Aluminum brake cylinders	1,871	2,094	1,452	994	998
Aluminum pistons	8,390	7,499	6,065	4,275	3,413
Cushion and back cover sets	630	660	576	500	375

DIRECTORS

FERNAND R. BIBEAU President Schokbeton Quebec Inc.

CLIFFORD R. BURNETT Vice-President — Parts & Service and Technical Programs Chrysler Canada Ltd.

MAURICE J. CLOSS President and Chief Executive Officer Chrysler Canada Ltd.

A. JEAN DE GRANDPRE, Q.C. Chairman, President and Chief Executive Officer, Bell Canada Enterprises Inc.

ROBERT F. KIBORN, Q.C. Vice-President — General Counsel and Secretary Chrysler Canada Ltd.

G. YVES LANDRY Vice-President — Sales and Marketing Chrysler Canada Ltd.

WILLIAM O. MORROW President & Chief Executive Officer, National Sea Products Limited

FRANK J. O'REILLY Vice-President — Manufacturing, Procurement and Supply Chrysler Canada Ltd.

MARTIN E. WELCH, III* Vice-President and Controller-Treasurer Chrysler Canada Ltd.

HAROLD E. WYATT Vice Chairman The Royal Bank of Canada

OFFICERS

CLIFFORD R. BURNETT Vice-President — Parts & Service and Technical Programs

MAURICE J. CLOSS President and Chief Executive Officer

WILLIAM J. FISHER Vice-President — Personnel

GREGORY T. GAUDETTE Assistant Controller

ROBERT F. KIBORN, Q.C. Vice-President — General Counsel and Secretary

G. YVES LANDRY Vice-President — Sales and Marketing

PAUL J. McVITTIE Assistant Controller

WILLIAM MENCHIONS Assistant Secretary

FRANK J. O'REILLY Vice-President — Manufacturing, Procurement and Supply

GORDON M. PFEIFFER Vice-President — Public Relations

MARTIN E. WELCH, III* Vice-President and Controller-Treasurer

RONALD G. WIGLE Assistant Treasurer

*Succeeded Charles A. Struve on February 12, 1986.

HEAD OFFICE

2450 Chrysler Center Windsor, Ontario

MAILING ADDRESS

P.O. Box 1621 Windsor, Ontario N9A 4H6

PLANTS

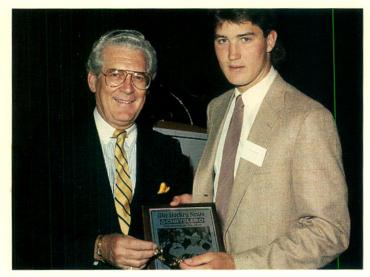
Windsor Assembly Pillette Road Truck Assembly Ajax Trim Etobicoke Aluminum Casting Perth Metal Industries

REGIONAL, PARTS, SALES AND SERVICE DEPOTS

Moncton, New Brunswick Montreal, (Pointe Claire) Quebec Toronto (Mississauga), Ontario Winnipeg, Manitoba Red Deer, Alberta Vancouver, British Columbia

Additional copies of this Annual Report may be obtained on request by writing to: The Secretary, Chrysler Canada Ltd., P.O. Box 1621, WINDSOR, Ontario, N9A 4H6.

On peut se procurer l'édition française de ce rapport en écrivant au Secrétaire, Chrysler Canada Ltée, C.P. 1621, Windsor, Ontario N9A 4H6.



Moe Closs presenting Chrysler's Rookie of the Year Award to National Hockey League's Pittsburgh Penguins' Mario Lemieux.



Chrysler LeBaron GTS



Chrysler's Art Keir and Ron Forester congratulating Budget's President, Sam Bresler on his choice of a fleet addition of Peugeot 505s.



Ram Tough Mini Vans



Wayne Gretzky, of the Edmonton Oilers, National Hockey League's Player of the Year, with keys to Chrysler New Yorker presented to him by Chrysler's Claude Malette.



Plymouth Turismo



Chrysler Fifth Avenue

