

ANNUAL REPORT AND STATEMENTS

— OF —

Brantford Roofing Company, Limited

Brantford, Ontario

and its wholly owned Subsidiaries

Brantford Roofing (Maritimes) Limited

Coldbrook, N.B.

Brantford Felt and Paper Company, Limited

Thorold, Ontario

Brantford, Canada

October 31st, 1947

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McGILL UNIVERSITY

BOARD OF DIRECTORS

DAVID L. ADAMS.....	Brantford, Ontario
W. J. AIKENS, K.C.....	Toronto, Ontario
FREDERICK ANDREWS.....	Brantford, Ontario
C. A. BEATTEAY.....	Saint John, N.B.
W. ASHTON COCKSHUTT.....	Brantford, Ontario
ARNOLD G. HITCHON.....	Brantford, Ontario
J. E. McCONNELL.....	London, Ontario
ROBT. D. PAUL.....	Brantford, Ontario

OFFICERS

ARNOLD G. HITCHON.....	President
W. J. AIKENS, K.C.....	Vice-President
E. CLAYTON SMITH.....	Treasurer
ROBT. D. PAUL.....	General Manager and Secretary

TRANSFER AGENT AND REGISTRAR:

THE CANADA TRUST Co.....244 Bay St., Toronto, 1, Ont.

ANNUAL REPORT

of the

Directors of

Brantford Roofing Company, Limited

Year Ended 31st October, 1947

TO THE SHAREHOLDERS:

Your Directors are pleased to submit the Balance Sheet and Profit and Loss Account of the Company for the year ended October 31st, 1947, as certified by your Auditors, Messrs. Glendinning, Jarrett, Gray & Roberts.

Earnings from operations amounted to \$242,729, after all charges, including \$51,782 for depreciation of plant. Interest received on investments was \$6,232. After provision of \$118,000 for Government Profit Taxes there remained a net profit of \$130,962.

Since the close of the year a dividend of .40 cents per share has been declared, payable February 2nd, 1948.

These results were made possible by the highest production in the Company's history and an increased working efficiency; a modest price increase in our product providing only for the increased cost of raw materials purchased.

Substantial increases in wage rates were made effective during the year at all plants.

Production of "BRANTFORD SEALED-IN SIDING" experienced considerable delay but is now meeting a favourable reception in the market.

Relations with our working staff have continued excellent in all plants and it is a pleasure to record our appreciation of the services of our Executive Staff and all Employees

of the Company. During the year a plan of Group Accident and Sickness Insurance was introduced with the cost shared by the Company and its Employees.

Obsolete Plant assets having an original value of \$37,207 were retired and new additions amounted to \$204,817. Our programme of improvements has continued in the face of difficult supply problems but all major items are now largely completed. Further improvement of plants will continue to receive our attention.

Net working capital at \$418,445 is lower by \$95,197, as the result of Capital expenditures and provision for retirement at November 1st, of \$30,000 serial bonds.

Our subsidiary companies have operated on a satisfactory and profitable basis. Following the Annual meeting held in January, Mr. C. Allan Beatteay, of Saint John, N.B., was elected President of Brantford Roofing (Maritimes) Limited.

Whilst our products are now in greater supply the Building requirements of Canada are still huge and we look for a full use of our productive capacity in 1948.

Submitted on behalf of the Board.

ARNOLD G. HITCHON,
President.

Brantford, Ontario,
December 19th, 1947.

Brantford Roofing

(and its S

Brantford Roofing (Maritimes) Limited

Consolidated Balance Sheet

ASSETS

CURRENT ASSETS:

Cash on Hand and in Bank	\$185,316.63	
Investments — Dominion of Canada 3% Bonds at Par	100,000.00	
(Market Value \$104,500.00)		
Receivables — Less Reserves	301,924.72	
Inventories at lower of Cost or Market, as certified by the Management	251,828.79	
		\$ 839,070.14

SPECIAL ASSETS:

Cash and Investments with Trustee as secur- ity for Roofing Contracts (Total Market Value \$25,021.83)		24,961.83
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PREPAID EXPENSES:

Prepaid Insurance, Taxes, etc.		7,747.44
		<u>\$ 871,779.41</u>

FIXED ASSETS:

Land, Buildings and Machin- ery, as appraised by Ster- ling Appraisal Co. Limited in 1927 plus subsequent additions at cost	\$1,549,164.31	
Less: Reserve for Depre- ciation	795,042.62	
		754,121.69
Automobiles, Trucks, etc., at cost, less amounts written off	31,322.12	
		<u>785,443.81</u>

DEFERRED ASSETS:

Refundable Portion Excess Profits Taxes		23,000.00
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Approved on behalf of the Board:

A. G. HITCHON Director

W. J. AIKENS Director

\$1,680,223.22

To the Shareholders, **Brantford Roofing Company, Limited**.

We have audited the books and accounts of the Brantford Roofing Company, Limited information and explanations we have required. We certify that, in our opinion, the above of the state of the consolidated affairs of the Company as at 31st October, 1947, according the Company.

Brantford, Ontario, 16th December, 1947.

Company, Limited

(Subsidiaries)

Brantford Felt and Paper Company, Limited

as at 31st October, 1947

LIABILITIES

CURRENT LIABILITIES:

Accounts Payable	\$330,454.16	
Sales Tax, etc.	1,643.83	
Accrued Bond Interest	8,800.00	
Serial Bonds due 1st November, 1947	30,000.00	
Reserve for Government Profits Taxes, less Instalment Payments	65,935.69	
		\$ 436,833.68

RESERVE FOR ROOFING CONTRACTS

16,500.00

BONDS:

\$ 453,333.68

Authorized:

\$650,000.00 First Mortgage
Serial and Sinking Fund
Bonds.

Issued:

\$500,000.00 First Mortgage
Serial and Sinking Fund
Bonds.

Outstanding:

\$120,000.00 3% Serial Bonds,
maturing \$30,000.00 on 1st
November in each of the next
four years

\$120,000.00

Less: Bonds due 1st November,
1947

30,000.00

\$ 90,000.00

\$350,000.00 4% Fifteen-year Sinking Fund
Bonds maturing on 1st November, 1960
(Sinking Fund payable \$25,000.00 annu-
ally commencing in the year 1951)

350,000.00

CAPITAL:

Authorized:

45,000 Common Shares of No Par Value.

Issued:

43,515 Common Shares of No Par Value

380,640.00

CAPITAL SURPLUS:

67,606.78

EARNED SURPLUS: (As per statement attached)

315,642.76

DEFERRED SURPLUS: Refundable Portion Excess Pro-
fits Taxes

23,000.00

\$1,680,223.22

and its Subsidiaries, for the year ended 31st October, 1947, and we have obtained all the Consolidated Balance Sheet is properly drawn up so as to exhibit a true and correct view to the best of our information and the explanations given to us and as shown by the books of

Brantford Roofing Company, Limited

(and Its Subsidiaries)

Brantford Roofing (Maritimes) Limited

Brantford Felt and Paper Company, Limited

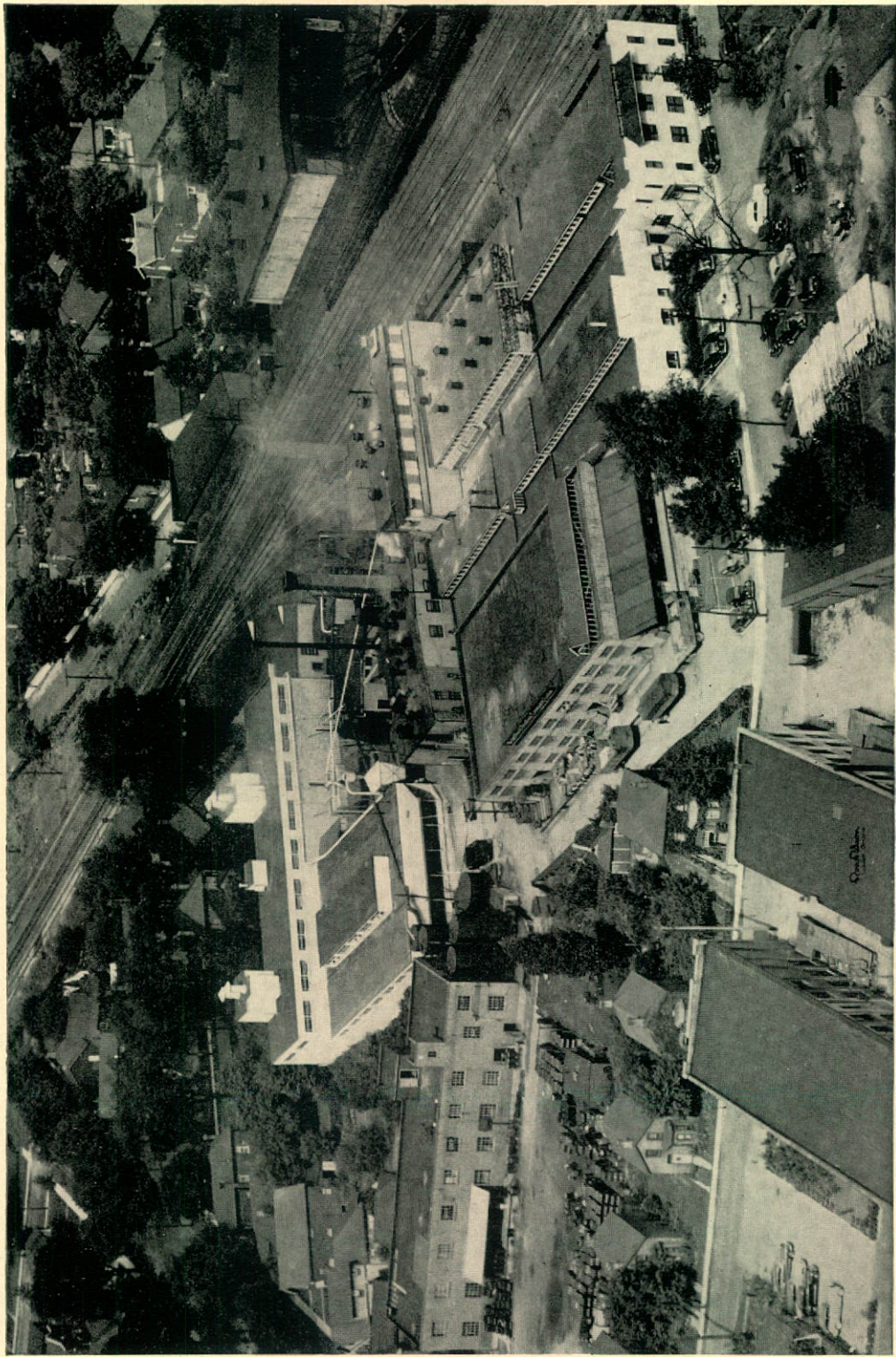
CONSOLIDATED STATEMENT OF EARNINGS

For the Year Ended 31st October, 1947

Gross Profit from Operations for the year ended 31st October, 1947, after providing for all expenses (including Bad and Doubtful Debts) except the undernoted		\$338,443.55
Management Salaries to Executive Officers of the Company and Subsidiaries, including Directors' Fees for Subsidiaries	\$24,691.67	
Directors' Fees	1,575.00	
Legal Fees	64.00	
Interest on Funded Debt	17,600.00	
Provision for Depreciation of Fixed Assets	51,782.98	
		<u>95,713.65</u>
		\$242,729.90
ADD: Interest Received on Investments		6,232.59
NET EARNINGS FOR THE YEAR ENDED 31ST OCT., 1947		<u>\$248,962.49</u>
(Before Provision for Profit Taxes)		
Provision for Government Profit Taxes		<u>118,000.00</u>
NET PROFIT FOR THE YEAR (Transferred to Earned Surplus)		<u>\$130,962.49</u>

CONSOLIDATED STATEMENT OF EARNED SURPLUS

CONSOLIDATED EARNED SURPLUS, 31ST OCTOBER, 1946		\$208,473.36
Net Profit for the Year	\$130,962.49	
Profit on Sale of Investments	\$4,187.50	
Profit on Sale of Fixed Assets and 1946 Depreciation Adjustment	304.16	
		<u>4,491.66</u>
		135,454.15
DEDUCT:		\$343,927.51
Dividends Paid:		
No. 2, 1st February, 1947 —		
35c per share	\$ 15,230.25	
No. 3, 1st August, 1947 —		
30c per share	13,054.50	
		<u>28,284.75</u>
CONSOLIDATED EARNED SURPLUS, 31ST OCTOBER, 1947		<u>\$315,642.76</u>



Brantford Roofing Company, Limited — Brantford, Ontario, Canada

Brantford Roofs



Brantford Asphalt Roofing Products are distributed under Brantford Roofing Trade Marks through Brantford Roofing Dealers. Stocks carried, information furnished, service rendered by our dealer in your district.

OR WRITE

Direct to the Head Office at Brantford, Ontario, or our nearest Branch Office.



Brantford Roofing Company, Limited

Head Office and Factory - Brantford, Ontario

Brantford Roofing (Maritimes) Limited

Head Office and Factory - Coldbrook, N.B.

Brantford Felt and Paper Company, Limited

Thorold, Ontario

Branch Offices and Warehouses

Toronto, Montreal, Winnipeg, Halifax, N.S., Saint John, N.B.

Brantford Roofing Products

Asphalt Shingles

Insulated Sidings

Roll Roofings

Carpet Felt

Dry and Saturated Sheathings

Built-Up Roofing Materials

Waterproofing Materials

Asphalt Emulsion

Mastic Flooring

