

corp files

1945/6

ANNUAL REPORT AND STATEMENTS

— OF —

Brantford Roofing Company, Limited

Brantford, Ontario

and its wholly owned Subsidiaries

Brantford Roofing (Maritimes) Limited

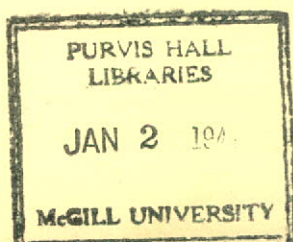
Coldbrook, N.B.

Brantford Felt and Paper Company, Limited

Thorold, Ontario

Brantford, Canada

October 31st, 1946



BOARD OF DIRECTORS

DAVID L. ADAMS.....	Brantford, Ontario
FREDERICK ANDREWS.....	Brantford, Ontario
W. J. AIKENS, K.C.....	Toronto, Ontario
W. ASHTON COCKSHUTT.....	Smiths Falls, Ontario
ARNOLD G. HITCHON.....	Brantford, Ontario
J. E. McCONNELL.....	London, Ontario
CLAYTON S. MOYER.....	Brantford, 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:

CANADA TRUST CO.....14 King St. East, Toronto, Ont.

ANNUAL REPORT

of the
Directors of
Brantford Roofing Company, Limited
Year Ended 31st October, 1946

TO THE SHAREHOLDERS:

Your Directors present herewith the Balance Sheet and Profit and Loss Account of the Company for the year ended October 31st, 1946, as certified by your Auditors, Messrs. Glendinning, Jarrett, Gray & Roberts.

Net earnings for the year after all charges, including depreciation, amounted to \$188,262.28, to which is added interest received on investments of \$6,710.56; providing a total net profit for the year of \$194,972.84, from which there has been provided for Income and Excess Profits Taxes \$107,000.00, and there was added to Earned Surplus Account the balance of \$87,972.84.

During the year an interim dividend of twenty-five cents per share was paid and since the close of the year a further dividend of thirty-five cents per share has been declared payable February 1st, 1947.

Expenditures on Capital Account amounted to \$160,155.43 and contracts on capital account were outstanding at year end in the amount of \$122,000.00.

Construction of the new plant for the manufacture of "Brantford Sealed-in Siding" is largely completed and considerable progress has been made with the installation of machinery and equipment. It is hoped production will com-

mence early in 1947. The new Boiler House and Asphalt Melting Stills at the plant of Brantford Roofing (Maritimes) Limited are now in efficient operation and the remaining plant improvement projects are in course of early completion. Provision has been made in the form of cash on hand as reflected in the Balance Sheet for the completion of our plant programme.

Final renegotiation of War business, completed during the year, resulted in a net cash settlement after taxes, of \$13,-767.81, which has been charged to Surplus Account.

Demand for your Company's products continues to be in excess of supply and we look forward to an increased production in 1947 as the result of plant improvements now coming into operation.

During the year, we suffered the loss by death of Mr. Frederick W. Ryerson, who had been a faithful and valued Director of the Company since 1917. The vacancy created has been filled by the election to the Board of Mr. Frederick Andrews, of Brantford, Ontario.

Relationships with our working staff in all plants have continued satisfactory and it is a pleasure to record our appreciation of the services rendered by our Executive Staff and all Employees of the Company.

Submitted on behalf of the Board.

ARNOLD G. HITCHON,
President

Brantford, Ontario,
December 17th, 1946.

Brantford Roofing (Maritimes) Limited

Consolidated Balance Sheet

ASSETS

CURRENT ASSETS:

Cash on Hand and in Bank	\$ 249,241.93	
Investments — Dominion of Canada 3% Bonds at par	190,000.00	
(Market Value \$198,850.00)		
Receivables — Less Reserves	185,236.95	
Inventories at lower of Cost or Market, as certified by the Management	213,841.86	
	\$ 838,320.74	

SPECIAL ASSETS:

Cash and Investments with Trustee as security for Roofing Contracts (Total Market Value \$24,925.94)	24,914.99	
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PREPAID EXPENSES:

Prepaid Insurance, Taxes, etc.	9,307.10	
	\$ 872,542.83	

FIXED ASSETS:

Land, Buildings and Machinery, as appraised by Sterling Appraisal Co. Limited in 1927 plus subsequent additions at cost	\$1,383,902.72	
Less: Reserve for Depreciation	782,971.74	
	\$ 600,930.98	
Automobiles, Trucks, etc., at cost, less amounts written off	12,145.90	
	613,076.88	

DEFERRED ASSETS:

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

A. G. HITCHON Director
W. J. AIKENS Director

\$1,508,619.71

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 information is a true and correct statement of the state of the consolidated affairs of the Company as at 31st October, 1946, according to the Company.

Brantford, Ontario, 14th December, 1946.

Company, Limited

(Subsidiaries)

Brantford Felt and Paper Company, Limited

as at 31st October, 1946

LIABILITIES

CURRENT LIABILITIES:

Accounts Payable	\$ 229,968.73	
Sales Tax, etc.	929.02	
Accrued Bond Interest	9,250.00	
Serial Bonds due 1st November, 1946	30,000.00	
Reserve for Government Profits Taxes, less Instalment Payments	72,434.00	
		\$ 342,581.75
RESERVE FOR ROOFING CONTRACTS		16,317.82
		<u>\$ 358,899.57</u>

BONDS:

Authorized:

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

Issued:

\$150,000.00 3% Serial Bonds,
maturing \$30,000.00 on 1st
November in each of the
next five years \$ 150,000.00

Less: Bonds due 1st Novem-
ber, 1946 30,000.00

\$ 120,000.00

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

470,000.00

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) 208,473.36

DEFERRED SURPLUS: Refundable Portion Excess Pro-
fits Tax 23,000.00

NOTE: Contracts for Plant Additions totalling
\$122,000.00 are not reflected herein. \$1,508,619.71

ed, and its Subsidiaries, for the year ended 31st October, 1946, and we have obtained all the
Consolidated Balance Sheet is properly drawn up so as to exhibit a true and correct view
o 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, 1946

Gross Profit from Operations for the year ended 31st October, 1946, after providing for all expenses (including Bad and Doubtful Debts) except the undernoted		\$265,581.15
Management Salaries to Executive Officers of the Company and Subsidiaries, including Directors' Fees for Subsidiaries	\$20,000.00	
Directors' Fees	1,500.00	
Legal Fees	463.28	
Interest on Funded Debt	18,500.00	
Provision for Depreciation of Fixed Assets	36,855.59	
		<u>77,318.87</u>
		\$188,262.28
ADD: Interest Received on Investments		<u>6,710.56</u>
NET EARNINGS FOR THE YEAR ENDED 31ST OCT., 1946		\$194,972.84
(Before Provision for Profit Taxes)		
Provision for Government Profit Taxes		107,000.00
NET PROFIT (Transferred to Earned Surplus)		<u>\$ 87,972.84</u>

CONSOLIDATED STATEMENT OF EARNED SURPLUS

CONSOLIDATED EARNED SURPLUS, 31ST OCTOBER, 1945		\$115,709.43
ADD:		
Net Profit for the Year	\$87,972.84	
Profit on Sale of Investments	\$4,097.12	
Profit on Disposal of Fixed Assets	340.53	
	<u>4,437.65</u>	
Recovery of Excess Profits Taxes for prior years	25,000.00	
		<u>117,410.49</u>
DEDUCT:		\$233,119.92
Net adjustment of Renegotiation of War Business	\$13,767.81	
Dividend No. 1 of 25c per share paid 1st August, 1946	10,878.75	
	<u>24,646.56</u>	
CONSOLIDATED EARNED SURPLUS, 31ST OCTOBER, 1946		<u>\$208,473.36</u>

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



