

1944/45

ANNUAL REPORT AND STATEMENTS

— OF —

Brantford Roofing Company, Limited

Brantford, Ontario

and its wholly owned Subsidiaries

Brantford Roofing (Maritimes) Limited

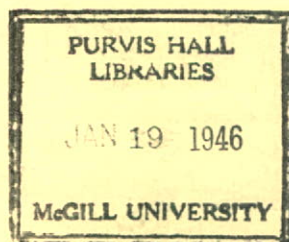
Coldbrook, N.B.

Brantford Felt and Paper Company, Limited

Thorold, Ontario

Brantford, Canada

October 31st, 1945



Brantford Roofing Company, Limited

NOTICE TO SHAREHOLDERS

The Annual Meeting of the Shareholders of Brantford Roofing Company, Limited, will be held at the Head Office of the Company, 22 Sydenham Street, Brantford, Canada, on

Friday, the 25th day of January, 1946, at 2:30 o'clock, p.m..

to receive the report of the Directors and Auditors for the year ended October 31st, 1945, for the election of Directors for the ensuing year and the transaction of such other business as may properly come before the meeting.

The Directors desire that there be a large attendance of Shareholders, but if you are unable to be present a proxy is herewith enclosed for your convenience.

ROBERT D. PAUL,
Secretary

Dated at Brantford, the 4th day of January, 1946.

PROXY

1. **Spreading the net** in order to increase the number of fish caught.

That I.....

the holder of.....shares of **Brantford Roofing Company, Limited**, do hereby appoint **Arnold G. Hitchon**, President, or failing him, **W. J. Aikens**, Vice-President, or failing him, **Robert D. Paul**, Secretary.

or..... as my proxy for me and on my behalf to vote and act at the Annual Meeting of the Shareholders of the Company, to be held on the 25th day of January, 1946 and at any adjournment thereof.

Witness my hand this.....day of.....19.....

Witness.....

(SHAREHOLDER SIGN HERE)

BOARD OF DIRECTORS

| | |
|---------------------------|-----------------------|
| DAVID L. ADAMS..... | Brantford, Ontario |
| W. J. AIKENS..... | 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 |
| FREDERICK W. RYERSON..... | Brantford, Ontario |

OFFICERS

| | |
|------------------------|-------------------------------|
| ARNOLD G. HITCHON..... | President |
| W. J. AIKENS..... | 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, 1945

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 31, 1945, as certified by your Auditors, Messrs. Glendinning, Jarrett, Gray and Roberts.

Net earnings for the year after all charges, including depreciation, amounted to \$111,935.59, from which there has been provided for Income and Excess Profits Taxes \$75,000.00, leaving a net profit for the year of \$36,935.59 which has been carried to Earned Surplus Account.

Additions to plant during the year were limited to \$20,925.24, but substantial commitments have been made for additions and improvements during the current year. These expenditures have been planned to provide improved facilities with the resultant economy of manufacture at our Roofing Plants located at Brantford, Ontario and Coldbrook, New Brunswick. It is anticipated that they will be largely completed during the current year and, as revealed in the Balance Sheet, sufficient cash and Government Bonds are being held for the fulfilment of this program.

Additional capital was made available by the retirement of the 5% bonds previously outstanding in the amount of \$193,800.00, and the authorization of \$650,000.00 First Mortgage Bonds. There was issued and outstanding as at November 1, 1945, \$150,000 in the form of 3% Serial Bonds and \$350,000 in 4% Sinking Fund Bonds. No additional issue is contemplated at this time.

Your Company's products continue to be in strong demand and with an improved supply of workers, including those we welcome back from the armed forces, we look forward to an increased production in 1946.

Early in the year we suffered the loss of Colonel W. C. Brooks, who had rendered valuable service to the Company as President since 1936. The vacancy created by his death was filled by the election to the Board of Mr. Robert D. Paul, General Manager. Mr. E. C. Smith has been appointed Treasurer.

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,
January 4, 1946.

Brantford Roofing

(and its Subsidiaries)

Brantford Roofing (Maritimes) Limited

Consolidated Balance Sheet

(After giving effect to the issue of bonds dated 1st November, 1945, and the redemption of the same)

ASSETS

CURRENT ASSETS:

| | | |
|---|---------------|---------------|
| Cash on Hand and in Bank..... | \$ 336,687.99 | |
| Investments—\$50,000.00 Dominion of Canada 3% Bonds (Market Value \$50,419.50)..... | 50,000.00 | |
| Receivables—Less Reserves..... | 188,052.62 | |
| Inventories at lower of Cost or Market as certified by the Management..... | 205,316.58 | |
| | | \$ 780,057.19 |

SPECIAL ASSETS:

| | |
|---|-----------|
| Cash and Investments with Trustee as security for Roofing Contracts (Total Market Value \$25,146.71)..... | 24,833.19 |
|---|-----------|

DEFERRED CHARGES:

| | |
|------------------------------------|---------------|
| Prepaid Insurance, Taxes, etc..... | 7,372.80 |
| | \$ 812,263.18 |

FIXED ASSETS:

| | | |
|---|----------------|------------|
| Land, Buildings and Machinery, as appraised by Sterling Appraisal Company Limited, in 1927, plus subsequent additions at cost.. | \$1,235,534.98 | |
| Less: Reserve for Depreciation..... | 751,309.79 | |
| | \$ 484,225.19 | |
| Automobiles, Trucks, etc., at cost, less amounts written off..... | 8,130.59 | |
| | | 492,355.78 |

DEFERRED ASSETS:

| | |
|--|-----------|
| Refundable Portion Excess Profits Tax..... | 30,000.00 |
|--|-----------|

Approved on behalf of the Board,

A. G. HITCHON.....Director

W. J. AIKENS.....Director

\$1,334,618.96

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

We have audited the books and accounts of Brantford Roofing Company, Limited, and its subsidiaries we have required. We certify that, subject to final settlement with the Dominion Government on drawn up so as to exhibit a true and correct view of the state of the consolidated affairs of the Company and as shown by the books of the Company.

Brantford, Ont., 13th December, 1945.

Company, Limited

(subsidiaries)

Brantford Felt and Paper Company, Limited

as at 31st October, 1945

and the redemption of the previous bond issue totalling \$193,800.00)

LIABILITIES

CURRENT LIABILITIES:

| | | |
|--|--------------|----------------------|
| Accounts Payable..... | \$187,744.01 | |
| Sales Tax, etc..... | 4,022.99 | |
| Reserve for Government Profits Taxes, less | | |
| Instalment Payments..... | 32,577.93 | |
| | | \$ 224,344.93 |
| RESERVE FOR ROOFING CONTRACTS..... | | 16,317.82 |
| | | <u>\$ 240,662.75</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 | |
| \$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 | |
| | | <u>500,000.00</u> |

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).....\$115,709.43

DEFERRED SURPLUS: Refundable Portion
Excess Profits Taxes..... 30,000.00

145,709.43

NOTE: Contracts for Plant additions totalling
\$58,000.00 not reflected herein.

\$1,334,618.96

diaries for the year ended 31st October, 1945, and we have obtained all the information and explanation of the Contract and Excess Profit Taxes, in our opinion, the above Consolidated Balance Sheet is properly prepared as at 31st October, 1945, according to the best of our information and the explanations given to

GLENDINNING, JARRETT, GRAY & ROBERTS, Chartered Accountants, Auditors.

Brantford Roofing Company, Limited

(and Its Subsidiaries)

Brantford Roofing (Maritimes) Limited

Brantford Felt and Paper Company, Limited

CONSOLIDATED STATEMENT OF EARNINGS AND SURPLUS For the Year Ended 31st October, 1945

| | |
|--|----------------------------|
| Gross Profit from Operations for the year ended 31st October, 1945, after providing for all expenses (including Bad and Doubtful Debts) except the undernoted..... | \$178,657.72 |
| Management Salaries to Executive Officers of Company and Subsidiaries, including Directors' Fees for Subsidiaries..... | \$15,583.32 |
| Directors' Fees..... | 1,575.00 |
| Legal Fees..... | 56.00 |
| Interest: | |
| Bank..... | \$2,193.26 |
| Funded Debt..... | 9,690.00 |
| | <u>11,883.26</u> |
| Provision for Depreciation of Fixed Assets..... | 37,624.55 |
| | <u>66,722.13</u> |
| NET EARNINGS FOR THE YEAR ENDED 31ST OCTOBER, 1945..... | \$111,935.59 |
| (Before Provision for Profit Taxes) | |
| PROVISION FOR GOVERNMENT PROFIT TAXES..... | 75,000.00 |
| | <u>\$ 36,935.59</u> |
| NET PROFIT FOR THE YEAR..... | |
| CONSOLIDATED EARNED SURPLUS, 31ST OCTOBER, 1944..... | 88,249.84 |
| | <u>\$125,185.43</u> |
| DEDUCT: | |
| Expenses re New Bond Issue and Redemption of Old Bonds..... | \$ 9,500.00 |
| Less: Profit on Sale of Real Estate..... | 24.00 |
| | <u>9,476.00</u> |
| CONSOLIDATED EARNED SURPLUS, 31ST OCTOBER, 1945..... | <u><u>\$115,709.43</u></u> |

Brantford Roofs

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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.

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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

