

# Canadian Marconi Company

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*Chairman of the Board and President:*

SIR JOSEPH FLAVELLE, BART.

*Deputy Chairman:*

F. PERRY, ESQ.

*Vice-Presidents:*

F. PERRY, ESQ.

DR. MILTON L. HERSEY

*Directors:*

A. E. DYMENT, ESQ.

GRANT HALL, ESQ.

D. E. GALLOWAY, ESQ.

GORDON W. MACDOUGALL, ESQ., K.C.

A. H. GINMAN, ESQ.

H. M. SHORT, ESQ.,

*Managing Director*

*Secretary:*

JAMES FERGUS, ESQ.

*Registrars:*

MONTREAL TRUST COMPANY

*Transfer Agents:*

CHARTERED TRUST & EXECUTOR CO.

*Auditors:*

PRICE, WATERHOUSE & CO.



TO THE SHAREHOLDERS,

GENTLEMEN:

Your Directors beg to submit the Balance Sheet and Profit and Loss Account of the Company for the year ending the 31st December 1933.

Your Directors are pleased to be able to report that the long negotiations with Imperial & International Communications Limited, (now Cable and Wireless Limited) have at length been brought to a satisfactory conclusion. An agreement between the Companies was arrived at in May last and is now effective. The agreement has retrospective effect as from 1st January last, and runs until 31st March 1953. The result of the agreement is to remove any conflict of interest and thus to enable the overseas services of both Companies to be worked on a basis of mutual assistance and cooperation which is very desirable.

The results for the year, though far from good, show some improvement over those of 1932. Owing to the very unfavourable conditions prevailing throughout the year your Company judged it advisable to restrict its manufacture of receiving sets, while the demand for commercial apparatus was also very small. In consequence the bulk of sales was less than in the preceding year. This however is more than offset by the economies which were effected in sales cost and advertising costs, with the result that the loss on this department for the year was substantially less.

On the traffic side the beam revenue increased while there was a substantial reduction in operating expenses. There was also some improvement in the marine department again arising out of a reduction in expenses. The broadcasting revenue fell off considerably as was to be expected. The income from investments in allied companies and from royalties again decreased very considerably. This income as pointed out in the last report is dependent on the general conditions of the receiving set business, which were poor throughout the year.

Your Company's property and equipment were fully maintained during the year and substantial additions were made to the commercial stations.

On the nomination of the British Marconi Company Mr. A. H. Ginman was elected to your Board to fill the vacancy created by the death of the Right Honourable F. G. Kellaway. Your Directors desire to welcome Mr. Ginman, whose life-long experience should make him a valuable addition to the Board.

The Board desires to thank the Management and Staff of the Company for their work during the year.

Respectfully submitted,

J. W. FLAVELLE,

*Chairman of the Board and President.*

Montreal, July 13th, 1934



# CANADIAN MARCONI COMPANY

(LIMITED LIABILITY)

## BALANCE SHEET

DECEMBER 31, 1933

### ASSETS

<b>Property, Plant and Equipment:</b>	
LESS Reserve.....	\$1,218,996.06
<b>Patents and Patent Rights.....</b>	<b>2,243,750.00</b>
<b>Investments in other Companies.....</b>	<b>105,000.00</b>
<b>Deferred Accounts Receivable.....</b>	<b>35,281.85</b>
<b>Current Assets:</b>	
Manufactured Stock, Materials and Supplies, less Reserve.....	\$443,319.52
Accounts Receivable, less Reserve..	413,658.28
Investments in Government and Government Guaranteed Bonds, at cost.....	358,562.50
(Market value at December 31, 1933—\$381,637.50)	
Cash in Banks and on hand.....	62,841.98
	<u>1,278,382.28</u>
<b>Deferred Charges.....</b>	<b>22,099.96</b>
	<u>\$4,903,510.15</u>
<b>Deficit Account:</b>	
Deficit for the year ending December 31, 1933, per statement attached.	\$173,523.98
DEDUCT: Balance of Profit and Loss Account at December 31, 1932....	121,076.99
	<u>52,446.99</u>
	<u><u>\$4,955,957.14</u></u>

### LIABILITIES

<b>Capital Stock:</b>	
Authorized—7,500,000 Shares of \$1.00 each.....	<u>\$7,500,000.00</u>
Subscribed and Issued—4,554,682 Shares of \$1.00 each.....	\$4,554,682.00
<b>Mortgage Payable.....</b>	<b>35,000.00</b>
(due September 8, 1936)	
<b>Current Liabilities:</b>	
Accounts Payable and Accrued Liabilities.....	\$ 149,109.53
Bank Overdraft (secured by deposit of Government and Government Guaranteed Bonds).....	203,165.61
Mortgages Payable.....	<u>14,000.00</u>
	<u>366,275.14</u>
	<u><u>\$4,955,957.14</u></u>

Approved on Behalf of the Board:

J. W. FLAVELLE, Director  
F. PERRY, Director

## STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDING DECEMBER 31, 1933

Deficit from Operations for the year ending December 31, 1933, and Revenue from Investments (including Dividend of \$31,250.00 declared out of profits and accumulated surplus of Associated Company) after deducting all operating and administration expenses.....	\$ 35,864.72
<b>Add:</b>	
Provision for Depreciation of Properties.....	137,659.26
Deficit for year.....	<u>\$173,523.98</u>

### AUDITORS' REPORT TO THE SHAREHOLDERS:

We have made an examination of the books and accounts of the Canadian Marconi Company (Limited Liability) for the year ending December 31, 1933, and have obtained all the information and explanations which we have required; and we report that, in our opinion, the above Balance Sheet at December 31, 1933, is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs, before making any provision during the year for writing down of Patents, according to the best of our information and the explanations given to us and as shown by the books of the Company.

PRICE, WATERHOUSE & CO.

Auditors.

MONTREAL, June 20, 1934.



# Canadian Marconi Company

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ANNUAL REPORT  
for the year ending  
31st December, 1933

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*Notice of Annual General  
Meeting of Shareholders.*

The Annual General Meeting of the Shareholders of Canadian Marconi Company will be held at the Head Office of the Company, Marconi Building, 211 St. Sacrament Street, Montreal, on Tuesday, the 17th day of July, 1934, at 11.30 o'clock in the forenoon, to receive the report of the Directors and Auditors; to elect Directors for the ensuing year; to appoint Auditors; and for the transaction of such other business as may properly come before the Meeting.

By order of the Board.

JAMES FERGUS,  
*Secretary.*

Montreal, June 18th, 1934.  
211 St. Sacrament Street.





