

Canadian Marconi Company

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:

RT. HON. F. G. KELLAWAY, P.C.

A. E. DYMENT, ESQ.

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

GRANT HALL, ESQ.

GERARD RUEL, ESQ., K.C.

H. M. SHORT, ESQ.,

Managing Director

Secretary:

J. LYONS, ESQ., F.C.I.S.

Registrars:

MONTREAL TRUST COMPANY

Transfer Agents:

QUEBEC SAVINGS & TRUST CO.

Auditors:

PRICE, WATERHOUSE & CO.

TO THE SHAREHOLDERS:

GENTLEMEN:—

Your Directors beg to submit herewith the Balance Sheet and Profit and Loss Account of the Company for the year ending the 31st December, 1929. The net profit for the year, after making provision for depreciation and all other charges including taxes, was \$162,806.53. This has been added to the surplus carried forward.

The Company's business has made some progress during the year. The gross traffic carried by the beam showed an increase of 11% as compared with 1928. A large part of the Company's revenue from this source is, however, absorbed by landline charges.

On the manufacturing side business increased substantially up to the latter part of the year. In the last two or three months, however, there was a marked set back in the sale of radio sets, a business in which your Company has built up a large and satisfactory operation. This was common to all manufacturers in the same line and was no doubt the result of the depressed condition of business and restriction of expenditure which prevailed during those months throughout the country as a whole. With the return of better conditions your Company's business in this line should be capable of further increase, as a very good reputation has been established for the sets it produces.

The Company's factory on William Street, Montreal, had become inadequate for the Company's requirements in this and other lines of manufacture. As it was impossible to extend it in a suitable manner, your Board decided to build an entirely new factory. A favourable site was obtained with plenty of room for future expansion. Work on the new factory commenced in January and the building and equipment is now completed and production will be commenced within a few days of the date of this report.

An agreement, subject to some outstanding details between your Company and the British Merger has now been settled and the agreement has been submitted to the Advisory Committee representing the Governments of Great Britain and the Dominions for their approval. As soon as that approval is given the agreement will be concluded and will result in all the British-owned systems of overseas communications being worked as a single undertaking so far as Canada is concerned. This will include the wireless system owned by your Company and the Trans-Atlantic and Pacific Cables owned by Imperial and International Communications Limited, which is the British Merger Company.

A short time ago Mr. W. N. Tilley, K.C., expressed a desire to resign from your Board as his other duties prevented him from being able to attend directors' meetings in Montreal, except at very infrequent intervals. Your Board accepted Mr. Tilley's resignation with regret. Mr. Grant Hall was nominated by the Canadian Pacific Railway Company to succeed Mr. Tilley as its representative and the Board had much pleasure in appointing him as a Director to take Mr. Tilley's place.

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

Respectfully submitted,

J. W. FLAVELLE,

Chairman of the Board and President.

Montreal, June 17th, 1930.

CANADIAN MARCONI COMPANY

(LIMITED LIABILITY)

BALANCE SHEET

DECEMBER 31, 1929

ASSETS	LIABILITIES
Property, Plant and Equipment:	Capital Stock:
Less Reserve.....	Authorized—7,500,000 Shares of
\$1,250,194.06	\$1.00 each.....
Patents and Patent Rights	\$7,500,000.00
2,298,750.00	Subscribed and Issued—4,554,-
Investment in Subsidiary Companies	682 Shares of \$1.00 each.....
100,000.00	\$4,554,682.00
Current Assets:	Mortgage
Manufactured Stock, Materials	35,000.00
and Supplies, less Reserve....	Current Liabilities:
\$488,108.07	Accounts Payable and Accrued
Accounts Receivable, less Reserve	Liabilities.....
571,384.94	178,932.60
Cash on Call Loan.....	Surplus:
225,000.00	Balance at December 31, 1928...
Cash in Banks and on Hand....	\$281,566.15
260,820.18	Add: Profit for the year ending
1,545,313.19	December 31, 1929.....
Deferred Charges	162,806.53
18,730.03	444,372.68
\$5,212,987.28	\$5,212,987.28

Approved on Behalf of the Board:

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

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDING DECEMBER 31, 1929

Revenue from operations for the year ending De-	
cember 31, 1929, after deduction of all operat-	
ing and administration expenses including	
taxes.....	\$506,220.76
Deduct:	
Depreciation on plant.....	\$205,914.23
Amount written off Patents and	
Patent Rights.....	137,500.00
	343,414.23
Profit for the year.....	\$162,806.53

AUDITORS' REPORT TO THE SHAREHOLDERS:

We have examined the books and accounts of the Canadian Marconi Company (Limited Liability) for the year ending December 31, 1929, and have obtained all the information and explanations which we have required; and we certify that, in our opinion, the above Balance Sheet at December 31, 1929, is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs, 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, May 20, 1930.

Canadian Marconi Company

ANNUAL REPORT
for the year ending
31st December, 1929.

*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 June, 1930, at twelve o'clock noon, 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.

J. LYONS,
Secretary.

Montreal, May 26th, 1930.
211 St. Sacrament Street.

