

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.

W. N. TILLEY, ESQ., K.C.

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 of the Company as at the 31st December, 1928. The net profit for the year, after making provision for depreciation, was \$181,590.97. This, less an amount of \$8,927.28, to cover Federal Income Taxes, has been added to the surplus carried forward.

The Company's business made good progress in 1928 in all branches. The beam service with Australia was put into operation in June, 1928, and has been working since. It not only carries traffic between Canada and Australia, and the United States and Australia, but it has also been used from time to time for the transmission of wireless traffic between Europe and Australia and vice versa, when the direct route was interrupted.

The Company's manufacturing business has increased very satisfactorily during the year.

The Imperial Wireless and Cable Conference of 1928 has resulted, as you are aware, in the formation of a Merger Company in Great Britain which has taken over all wireless and cable interests there. Your Company is not included in the Merger, which only applies to Companies in Great Britain. The Merger Company however, has a substantial financial interest in your Company and arrangements are being made to work in close cooperation with it. Mr. Short, your Managing Director, has been in England for some months negotiating an agreement for this purpose. While the main principles of the agreement have been settled certain details are still under discussion.

Your Company has entered into a contract with the Canadian National Railway Company under which the telegraph administration of that Company will act as collecting and distributing agent in Canada for the Company's trans-oceanic wireless messages. This went into effect on the 1st November, 1928.

Mr. W. N. Tilley, K.C., representing the Canadian Pacific Railway Company, and Mr. G. Ruel, K.C., representing the Canadian National Railway Company, have joined your Company's Board since the date of the last report.

The Board desire to express their thanks to 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, July 15th, 1929.

CANADIAN MARCONI COMPANY

(LIMITED LIABILITY)

BALANCE SHEET

DECEMBER 31 1928

ASSETS

Property, Plant and Equipment	\$1,931,107.38	
Patents and Patent Rights....	2,436,250.00	
	\$4,367,357.38	
Less: Reserves.....	588,688.72	
		\$3,778,668.66
Investments in Subsidiary Companies.....		100,000.00
Current Assets:		
Manufactured Stock, Materials and Supplies as Certified to by responsible officials of the Company.....	263,583.36	
Accounts Receivable, less Reserve for Bad and Doubtful Debts..	603,124.27	
Cash on hand, in bank and on Call Loan.....	309,766.97	
		1,176,474.60
Deferred Charges.....		6,992.50
		\$5,062,135.76

LIABILITIES

Capital Stock:		
Authorised—7,500,000 Shares of \$1.00 each.....		\$7,500,000.00
Issued—4,554,682 Shares of \$1.00 each.....		\$4,554,682.00
Mortgages.....		35,000.00
Current Liabilities:		
Accounts Payable and Accrued Liabilities.....	181,960.33	
Reserve for Government Taxes..	8,927.28	
		190,887.61
Surplus:		
Balance, December 31, 1927....		108,902.46
Add: Profit for the year ending December 31, 1928, as per statement attached.....	\$181,590.97	
Less: Reserve for Government Taxes.....	8,927.28	
		172,663.69
		281,566.15
		\$5,062,135.76

Approved on Behalf of the Board:

F. PERRY,

Director

GORDON MacDOUGALL

Director

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, 1928, 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, 1928, 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 17, 1929.

Canadian Marconi Company

ANNUAL REPORT
for the year ending
31st. December, 1928.

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. Sacramento Street, Montreal, on Monday, the 15th day of July, 1929, at three o'clock in the afternoon, to receive the report of the Directors and Auditors; to consider and if deemed advisable to ratify and confirm the following By-Laws; By-Law No. XXXIII, fixing the number of Directors at nine. By-Law No. XXXIV, providing for vacancies on the Board of Directors. By-Law No. XXXV, providing for declarations in Court; 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, June 22nd, 1929.
211 St. Sacramento Street.

