

Canadian Marconi Company

President:

DR. MILTON L. HERSEY

Vice-Presidents:

SENATORE G. MARCONI, G.C.V.O., LL.D., D.Sc.

ROBERT BICKERDIKE, ESQ.

A. E. DYMENT, ESQ.

Directors:

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

F. PERRY, ESQ.

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

H. M. SHORT, ESQ., *Managing Director*

Secretary:

J. LYONS, ESQ.

Registrars:

MONTREAL TRUST COMPANY

Transfer Agents:

QUEBEC SAVINGS & TRUST CO.

Auditors:

PRICE, WATERHOUSE & CO.

TO THE SHAREHOLDERS:

GENTLEMEN:—

Your Directors submit herewith their Annual Report and Statement of Accounts for the year ending December 31st, 1926.

It will be noted from the Statement that the year's operations resulted in a net profit of \$24,362.71, which has been carried to the surplus account, making a total surplus of \$62,346.91.

At the last Annual Meeting, your Directors reported that negotiations had been entered into with the Canadian and Newfoundland Governments, with a view to obtaining a revision of subsidy for the operation and maintenance of stations owned by these Governments. Your Directors are pleased to report that arrangements have been concluded on a satisfactory basis.

The Manufacturing and sale of radio sets and equipment continues to be an important branch of your Company's business, and is regarded by your Directors as a valuable adjunct to its principal operations.

Your Directors are pleased to report that the new Beam Stations erected at Drummondville and Yamachiche for communication with similar stations erected in England for the British Post Office were opened for public communication on October 25th, 1926, thus establishing the first high speed radio communication system in the world. Since the circuit from Canada to England has been in operation, other direct high speed Beam services have been established between England, South Africa, India and Australia. The opening of a direct Beam service between Canada and Australia may be looked for at an early date. This will complete the entire linking up of the British Empire by Beam Radio.

The Company's High Power station at Glace Bay, previously used for communication with England, was closed down at the opening of the Beam service, and the cost of the necessary transfer of operations has been charged against the Profit and Loss accounts for the period under review.

The Company's marine service continues to be profitable. Whilst this branch of your Company's business has shown considerable expansion, it is limited by the volume of shipping and number of vessels under Canadian registry,

Your Directors have to report the resignations from the Board of Mr. Henry W. Allen, and Mr. W. H. Peak, O.B.E. Mr. F. Perry, and Mr. Gordon W. MacDougall, K.C., have been elected to the Board to fill these vacancies.

Respectfully submitted,

MILTON L. HERSEY,
President

Montreal, September 20, 1927.

CANADIAN MARCONI COMPANY

(LIMITED LIABILITY)

BALANCE SHEET

DECEMBER 31, 1926

ASSETS

Property, Plant, Equipment, Patents, and Patent Rights	\$3,423,829.63
Investments in Subsidiary Companies	100,000.00
Current Assets:	
Cash in Bank and on hand.....	\$ 80,603.76
Accounts Receivable, less Reserve for Bad and Doubtful Debts.....	357,417.12
Manufactured Stock. Materials and Supplies as certified to by responsible Officials of the Company.....	<u>364,358.25</u>
	802,379.13
Deferred Charges	11,880.83
	<u><u>\$4,338,089.59</u></u>

LIABILITIES

Capital Stock:	
Authorized—7,500,000 Shares of \$1.00 each.....	<u>\$7,500,000.00</u>
Issued — 3,380,642 Shares of \$1.00 each.....	\$3,380,642.00
Mortgage	35,000.00
Marconi's Wireless Telegraph Company, Limited, England:	
Cash Advances, which under agreement will be liquidated by the issue of Capital Stock.	644,052.54
Current Liabilities:	
Sundry Accounts Payable and Accrued Liabilities... ..	\$109,062.67
Marconi's Wireless Telegraph Company, Limited, England	<u>106,985.47</u>
	216,048.14
Surplus:	
Balance at December 31 1925...	\$37,984.20
Net Profit for the year ending December 31, 1926.....	<u>24,362.71</u>
	62,346.91
	<u><u>\$4,338,089.59</u></u>

Approved on Behalf of the Board:

MILTON L. HERSEY,
Director

H. M. SHORT,
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, 1926, 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, 1926, 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 August 25, 1927

Canadian Marconi Company

ANNUAL REPORT
for the year ending
31st December, 1926.

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, 11 St. Sacrament Street, Montreal, on Tuesday, the 20th day of September, 1927, at eleven o'clock in the forenoon, to receive the Report of the Directors and Auditor to elect Directors for the ensuing year, to appoint an Auditor or Auditors, and for the transaction of such other business as may legally be brought before the Meeting.

By Order of the Board.

J. LYONS,
Secretary.

Montreal, August 29th, 1927.
11 St. Sacrament Street.

