

THE MARCONI WIRELESS TELEGRAPH COMPANY OF CANADA, Limited.

Annual Report and Statement of Accounts for the Year ending January 31st, 1913.

CAPITAL, - - - - - \$5,000,000.00.

DIRECTORS.

ANDREW A. ALLAN, President.
Commendatore G. MARCONI, LL.D., D.Sc., Vice-President.
J. N. GREENSHIELDS, K.C.
ROBERT BICKERDIKE, M.P.
GODFREY C. ISAACS,
G. M. BOSWORTH,
W. D. BIRCHALL.
J. H. LAUER, General Manager

AUDITORS.

RIDDELL, STEAD, GRAHAM & HUTCHISON.

SOLICITORS.

GREENSHIELDS, GREENSHIELDS & LANGUEDOC.

SECRETARY-TREASURER.

A. E. REOCH.

DIRECTORS' REPORT.

The Directors take pleasure in presenting to the Shareholders the following Report of the Company's business, together with a Statement of Accounts for the Year ending January 31st, 1913:—

Under the new contract with the Canadian Government for the operation of Wireless Telegraph Stations on the Great Lakes, four stations have been established and placed in operation during the past year; one station is at the present time being enlarged, and three other stations are to be built during the current year.

The negotiations with the Newfoundland Government were brought to a satisfactory termination in December by completing a contract which will continue the Company's exclusive rights in Newfoundland until the year 1926.

Under the agreements with the Newfoundland and Canadian Governments the following stations are operated:—

Ten stations for the Newfoundland Government, the controlling station of which, at Fogo, is the property of the Company;

Twenty-two stations in Eastern Canada and Newfoundland for the Canadian Government, four of which are the property of the Company;

Five stations in the Great Lakes, on behalf of the Canadian Government.

The number of steamers now operated by the Company on its own behalf is forty-four, and in addition four steamers are operated on behalf of affiliated Companies.

As the old contracts for the equipment of steamships expire, they are being replaced, wherever possible, by new standard contracts, by means of which better conditions are secured to the Company. The standard ship contract is for a term of five years.

The Trans-Atlantic Station at Glace Bay has been operated by the Company on its own behalf throughout the year, and towards the end of the year the construction of the duplex receiving station at Louisburg and the construction of the 6-wire pole-line connecting that station with the transmitting station at Glace Bay were completed. The duplex system will be put into operation as soon as its corresponding station, now in course of construction at Clifden, Ireland, has been completed. A large sum of money has been invested in these undertakings, but it is confidently anticipated that the increased returns will not only fully warrant the expenditure, but will also assist in bringing much better returns on the total outlay at the Glace Bay Station.

The Traffic Receipts for the year have shown a satisfactory increase in all departments. The Ship and Shore station receipts amount to \$52,322.00 as against \$45,367.00 for the previous year. The Trans-Atlantic traffic returns amount to \$44,950.00 as against \$27,745.00 for the previous year.

There is an increase in the amount advanced by the Marconi Wireless Telegraph Company Limited, of London; this is more than counterbalanced by the increased assets in new stations and new plant.

The Directors are pleased to report that contracts for the sale of apparatus for the equipment of a large number of ship and shore stations are in hand for the current year, all of which will show a satisfactory profit.

During the recent session of Parliament the Canadian Government has enacted a law making Wireless Equipment on passenger vessels plying in Canadian waters compulsory. This legislation, which becomes effective on Jan. 1st, 1914, will result in further business for this Company, owing to the necessity of equipping about fifteen additional steamers in Canadian territorial waters.

An important factor in the new business anticipated by this Company during the coming year is the construction of two High Power Stations at Hudson Bay and Le Pas, Manitoba, for intercommunication. This important contract was awarded to this Company by the Department of Railways in connection with the construction of the new Hudson Bay Railroad by the Government, and marks an important factor in Wireless Telegraphy in the utilization of the Marconi System for covering wide distances over land. It is possible that further developments may ensue in this direction in the near future.

The following Directors retire, all of whom are eligible for re-election:—

ANDREW ALLAN,
Commendatore G. MARCONI, LL.D., D.Sc.
J. N. GREENSHIELDS, K.C.
ROBERT BICKERDIKE, M.P.
GODFREY C. ISAACS.
G. M. BOSWORTH.
W. D. BIRCHALL.
J. H. LAUER.

Respectfully submitted,

A. E. REOCH,

Secretary.

THE

MARCONI WIRELESS TELEGRAPH CO.

OF CANADA LTD.

BALANCE SHEET

AS OF

31st JANUARY 1913

RIDDELL, STEAD, GRAHAM & HUTCHISON
Chartered Accountants

(Established 1869.)
80 ST. FRANCOIS-XAVIER STREET
MONTREAL

ASSETS

PROPERTY, STATIONS, RIGHTS,
 PATENTS, TITLES, CONTRACTS &c. &c.
 APPARATUS AND STORES ON HAND
 MONTREAL OFFICE FURNITURE
 CASH ON HAND at Head Office,
 Stations and with Operators
 ACCOUNTS RECEIVABLE
 Sundry
 Due by Affiliated Companies
 UNEXPIRED INSURANCE PREMIUMS

\$33,458.39

25,104.02

58,562.41

446.67

\$5,567,178.61

LIABILITIES

CAPITAL STOCK
 1,000,000 shares of \$5.00 each
 Issued and fully paid
 ACCOUNTS PAYABLE
 Sundry
 Marconi Wireless Telegraph Co.
 of London, Ltd.
 SURPLUS ACCOUNT
 Balance at credit of Organisation
 Expenses &c transferred
 INES
 Nett Loss for year on Operation
 of System
 Interest on Advances &c

\$5,418,896.39

61,733.60

869.82

26,669.72

58,562.41

446.67

1,597.26

19,043.53

384.87

\$5,567,178.61

We have examined and audited the accounts of the Marconi Wireless Telegraph Company of Canada, Limited, and certify that the above Balance Sheet in our opinion, is a correct statement of the position of the Company at 31st January 1913 as disclosed by the books.

MONTREAL, JUNE 9th 1913

Misses Gordon & Co.
Chartered Accountants

Balance Sheet
Final in Accounts Book

The Marconi Wireless Telegraph Company of Canada, Limited.

PROFIT & LOSS ACCOUNT for Year ending 31st January, 1913.

Dr.		Cr.	
To Salaries and Wages,	\$ 18,583 52	By Ship and Land Stations, Traffic Sub-	
Office and General Expenses, . . .	13,548 69	sidies, and Sundry Receipts, . .	\$195,670 55
Ship and Land Stations Expenses, in-			
cluding Depreciation,	160,775 75		
Transfer and Registration Fees, . .	2,700 48		
Balance, Profit on Year's operations,			
transferred to Credit of Surplus			
Account,	62 11		
	<u>\$195,670 55</u>		<u>\$195,670 55</u>

BALANCE SHEET as at 31st January, 1913.

ASSETS.		LIABILITIES.	
Property Stations, Rights, Patents, Titles,		CAPITAL STOCK.	
Contracts, &c., &c.	\$5,425,677 28	1,000,000 shares of \$5	
		each, issued and	
Apparatus and Stores on hand, . . .	61,733 60	fully paid,	\$5,000,000 00
Head Office Furniture,	869 82		
Cash on hand at Head Office, at Sta-		ACCOUNTS PAYABLE.	
tions and with operators,	26,669 72	Sundry,	16,003 02
Accounts Receivable,	58,562 41	Marconi's Wireless Tel.	
Unexpired Insurance Premiums, . .	446 67	Co., Ltd., London, <u>555,912 24</u>	571,915 26
	<u>\$5,573,959 50</u>		
		SURPLUS ACCOUNT.	
		Balance at Credit of	
		Organization Ex-	
		penses,	21,025 66
		Add Profit on year's	
		operations,	62 11
			<u>\$21,087 77</u>
		Less Interest on Ad-	
		vances,	19,043 53
			<u>2,044 24</u>
			<u>\$5,573,959 50</u>

