

National Steel Car Corporation, Limited

HAMILTON

ONTARIO

CANADA



FOURTH ANNUAL REPORT

JUNE THIRTIETH : : : NINETEEN - TWENTY-FOUR

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National Steel Car Corporation, Limited

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FOURTH ANNUAL REPORT

JUNE THIRTIETH : : : NINETEEN - TWENTY-FOUR

BOARD *of* DIRECTORS

ROBERT J. MAGOR, CHAIRMAN

LESTER B. CHURCHILL

HENRY H. PIERCE

D. B. DEWAR

SIR JOHN M. GIBSON

DONALD SYMINGTON

ROBERT GOWANS



OFFICERS

ROBERT J. MAGOR - - - - PRESIDENT

DONALD SYMINGTON - - - VICE-PRESIDENT

LESTER B. CHURCHILL - SECRETARY-TREASURER

CHAS. W. ADAM - - - ASST. SECY.-TREAS.



DEPOSITARIES

THE CANADIAN BANK OF COMMERCE, HAMILTON, ONTARIO, CANADA

THE CANADIAN BANK OF COMMERCE

NEW YORK CITY

CAPITAL AND SURPLUS

June 30th, 1924

PARTICULARS	AMOUNT
NET PROFIT for the year ending June 30th, 1924, before providing for depreciation on buildings, ma- chinery and equipment, and in- terest on Mortgage Bonds and Borrowed money.....	\$608,814.86
DEDUCT:	
Provision for depreciation of Buildings, Machinery and Equipment.....	95,379.49
Net profit before interest charges, etc.....	\$513,435.37
DEDUCT:	
Interest on Bonds.....	\$99,429.90
Other interest (Net).....	55,623.93
	155,053.83
Balance.....	\$358,381.54
ADD: Capital and Surplus at June 30th, 1923.....	2,395,937.40
	\$2,754,318.94
DEDUCT: Provision against Inven- tories and Accounts Receivable.....	358,068.35
BALANCE, June 30th, 1924.....	\$2,396,250.59

Balance Sheet,

ASSETS

CURRENT ASSETS:

Cash on hand and in bank.....	\$57,014.20
Accounts and Bills Receivable (Net, after deducting reserve).....	1,034,516.63
Sundry Investments.....	14,911.00
Inventories of Raw Materials and Supplies, Work in Progress and Finished Cars and Trucks at Factory and Branches. (Net, after deducting reserve).....	1,436,969.23
	<hr/> \$2,543,411.06

FRENCH REPUBLIC AND PARIS, LYONS AND MEDITERRANEAN RAILWAY COMPANY CLAIMS:

263,477.84

DEFERRED CHARGES:

97,431.74

PATENTS AND GOODWILL:

1.00

LAND, BUILDINGS, PLANT AND EQUIPMENT:

3,277,360.67

\$6,181,682.31

We have examined the books and accounts of the National Steel Car Corporation as at June 30th, 1924. The cash and bank balances have been verified with the depositaries, and we have taken all reasonable precautions to ensure that the balances as at June 30th, 1924, have been taken up on the books. We have also examined the inventories of all raw materials, supplies and finished products, and we have taken all reasonable precautions to ensure that the inventories were taken of all raw materials, supplies and finished products by responsible officials of the Company. An amount of \$3,277,360.67 has been provided for depreciation of buildings, land, buildings, plant and equipment, and the accounts receivable, which amount of \$95,379.49 has been provided for depreciation of buildings.

On this basis, and subject to the realization of the claims of the French Republic and Paris, Lyons and Mediterranean Railway Company, we certify that in our opinion the balance sheet as at June 30th, 1924, according to the books of the Company, is correct and as shown by the books of the Company.

TORONTO, August 7th, 1924.

Approved on behalf of the Board:

D. B. DEWAR, Director,

J. M. GIBSON, Director.

:: NATIONAL STEEL CAR CORPORATION, LIMITED ::

June 30th, 1924

LIABILITIES

CURRENT LIABILITIES:

Accounts Payable.....	\$513,063.13	
Accrued Wages, Etc.....	51,942.45	
Bank Loans (Secured)	664,895.01	
		<hr/> \$1,229,900.59

FIRST MORTGAGE SIX PER CENT. GOLD BONDS:

Authorized.....	\$3,000,000.00	
Issued.....	\$2,000,000.00	
Less—Repayments.....	390,000.00	
		<hr/> \$1,610,000.00

RESERVE FOR DEPRECIATION:.....	945,531.13
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CAPITAL AND SURPLUS:

(As per statement attached)

Represented by 100,000 shares of Capital Stock without nominal or par value (Subject to realization of French Re- public and Paris, Lyons and Mediter- ranean Railway Company claims).....	<hr/> 2,396,250.59
	<hr/> \$6,181,682.31

National Steel Car Corporation, Limited, for the year ending June 30th, 1924, has been audited by the undersigned accountants and we have confirmed either by actual count or by certificates from the proper officers and agents of the company that all outstanding liabilities have been properly accounted for. During the course of the fiscal year physical inventories of raw materials, work in progress, finished products, and these inventories have been certified to by the undersigned accountants. A reserve of \$58,068.35 has been reserved for the protection of the investors and we consider adequate for the purpose. An amount of \$1,229,900.59 has been reserved for the protection of the investors, plant and equipment accruing during the year.

The French Republic and Paris, Lyons and Mediterranean Railway Company claims have been set forth in the above balance sheet sets forth the true financial position of the company and the best of our information and the explanations given to

PRICE, WATERHOUSE & Co.,

Chartered Accountants

:: NATIONAL STEEL CAR CORPORATION, LIMITED ::

TO THE SHAREHOLDERS:

The balance sheet, together with statement of Capital and Surplus for the fiscal year which ended June 30, 1924, is herewith submitted.

The outstanding first mortgage bonds were reduced on January 1, 1924, by the sum of \$100,000.00 and \$95,379.49 was charged against earnings to the credit of Depreciation Reserve, which now stands at the amount of \$945,531.13.

At June 30, 1924, Bank Loans, as indicated in the report, stood at \$664,895.01—since that time these Loans have been completely liquidated and after paying all due accounts and discounting all current bills, in their place a credit bank balance of approximately \$500,000.00 has been established—this after your Directors have seen fit to anticipate the January 1, 1925, and January 1, 1926, Mortgage Bond Maturities, totalling \$250,000.00 thus reducing as of August 27, 1924, the total outstanding issue of First Mortgage Bonds to \$1,360,000.00.

The increased efficiency of your Works during the last fiscal year was quite marked and, as reflected in the statement, shows a very distinct improvement over any previous year in your Corporation's history, in spite of the fact that there was not a sufficient amount of business available to permit of your Works operating at more than a small percentage of its actual capacity. The total value of freight and passenger cars produced was only \$7,289,346.85. It is to be sincerely hoped that additional equipment orders will be forthcoming shortly.

Export business in the last year has not shown any improvement; conditions being at the present time about the same as outlined in your Directors' Report of last year.

Your Directors again express appreciation of the services of all employees during the past year.

For the Directors,

ROBERT J. MAGOR,
Chairman and President

September 25, 1924.

