

UNITED STEEL CORPORATION, LIMITED

FIRST REPORT

FOR THE FISCAL PERIOD ENDED 31st DECEMBER 1934

TO THE SHAREHOLDERS:

United Steel Corporation, Limited

Your directors submit the first Report of your Corporation for the fiscal period ended December 31st 1934. All Plants have been maintained in a high state of efficiency but the critical situation everywhere met with in heavy industry throughout the world continued during 1934.

A statement of Assets and Liabilities, as at December 31st 1934, together with Profit and Loss Account for the period is appended.

Profits from operations after Provision for Government Taxes and Bad Debt Reserve amounted to \$80,448.40 Out of these profits the following charges have been provided for:

BOND INTEREST.....	\$ 13,066.03
RESERVE FOR DEPRECIATION.....	20,262.53
OPERATING BETTERMENTS Non-Recurring.....	31,613.75

leaving a net balance for the period of \$15,506.09 carried to Earned Surplus Account.

Respectfully submitted on behalf of the directors

Thos. J. Dillon

President

PURVIS HALL
LIBRARIES

MAY 6 1946

MCGILL UNIVERSITY

UNITED STEEL CORP.

BALANCE SHEET AS

ASSETS

PROPERTY ACCOUNT:

Land, Buildings and Plant appraised by Canadian Appraisal Company Limited in respect of the Dodge Manufacturing Company of Canada Limited on the basis of commercial value 16th January, 1929, and in respect of the Canadian Mead-Morrison Co. Limited on the basis of commercial value 31st May, 1929, with the cost of subsequent additions

\$1,583,298.53

CURRENT ASSETS:

Cash on hand and in Bank	\$ 67,555.78
Accounts and Notes Receivable, less Reserve	59,113.16
Inventories of Raw Materials and Supplies, Process and Finished Goods as determined and certified to by the Management and valued not higher than cost or market, whichever is the lower	222,570.40
Prepaid Insurance, Taxes, Rent and Expenses	3,564.25

\$352,803.59

INVESTMENT IN SUBSIDIARY COMPANY

\$650,550.00

EXPENDITURE ON ACCOUNT OF FUTURE BUSINESS

7,611.97

LEGAL AND OTHER EXPENSES relative to issue of Twenty Year First Mortgage 6% Sinking Fund Bonds due in 1954

3,000.00

ORGANIZATION EXPENSES

16,481.15

GOODWILL

1.00

APPROVED ON BEHALF OF THE BOARD:

THOS. J. DILLON, Director.
SALTER A. HAYDEN, Director.

\$2,613,746.24

STATEMENT OF PROFIT AND LOSS AND
FROM 14th OCTOBER, 1933

Profit from Operations	-----
Deduct: Bond Interest	-----
Depreciation	-----
Directors' Travelling Expenses	-----
Operating Betterments, non-recurrent	-----
Provision for Government Taxes	-----

Balance of Earned Surplus for the period

To the Shareholders, United Steel Corporation, Limited:

AUDITOR

We have audited the books and accounts of "United Steel Corporation Limited" for the period ended 31st December, 1934. We obtained all the information and explanations which we required and we report that in our opinion the accounts are drawn up so as to exhibit a true and correct view of the Company's affairs according to the best of our knowledge and belief.

The Earnings of the Standard Steel Construction Co. Limited for the twelve months ended 31st December, 1934, of the United Steel Corporation Limited.

ORATION, LIMITED

AT 31st DECEMBER, 1934

LIABILITIES

CAPITAL:

Class "A" Preference Shares Par Value \$25.00 per share:

Authorized	80,000 shares	\$2,000,000.00
Unissued	47,324 shares	1,183,100.00
Issued and Outstanding	32,676 shares	\$ 816,900.00

Class "B" Preference Shares without nominal or par value:

Authorized	5,000 shares
Unissued	5,000 shares
Issued and Outstanding	shares

Common Shares without nominal or par value:

Authorized	300,000 shares
Unissued	17,390 shares
Issued and Outstanding	282,610 shares for 1,413,235.61

EARNED SURPLUS

RESERVE FOR DEPRECIATION

TWENTY YEAR 6% FIRST MORTGAGE SINKING FUND BONDS DUE
1st JANUARY, 1954:

Authorized and Issued	300,000.00
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CURRENT LIABILITIES:

Accounts Payable	\$ 35,852.23
Sales Tax Payable	670.75
Bond Interest Accrued	9,000.00
Provision for Government Taxes payable in 1935	2,410.03
	47,933.01
	<u>\$2,613,746.24</u>

EARNED SURPLUS FOR THE PERIOD

31st DECEMBER, 1934

	\$83,059.27
\$13,066.03	
20,262.53	
75.00	
31,613.75	
2,535.87	
	67,553.18
ed 31st December, 1934	<u>\$15,506.09</u>

REPORT

From 14th October, 1933, to 31st December, 1934.
In opinion the above Balance Sheet and Statement of Profit and Loss and Earned Surplus is properly
for information and explanations given us and as shown by the books of the Company on 31st
December, 1934, are not given effect to in the Statement of Profit and Loss and Earned Surplus and
respectfully submitted,

VIGEON AND COMPANY,
Chartered Accountants.

