

# UNITED STEEL CORPORATION, LIMITED

## SECOND ANNUAL REPORT

FOR THE FISCAL YEAR ENDED 31st DECEMBER 1935

**TO THE SHAREHOLDERS:**

*United Steel Corporation, Limited*

Your directors submit the second Report of your Corporation for the fiscal period ended December 31st 1935, compiled and audited in accordance with the provisions of the Dominion Company's Act 1934 and Amendments thereto.

A statement of Assets and Liabilities, as at December 31st, 1935, 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 \$63,070.09. Out of these profits the following charges have been provided for:

BOND INTEREST .....	\$17,990.00
RESERVE FOR DEPRECIATION.....	20,447.10
EXPENDITURE on Account of Future Business.....	15,049.12
REMUNERATIONS to Executive Officers and Legal Fees...	8,240.61

leaving a net balance for the period of \$1,343.26 carried to Earned Surplus Account.

Respectfully submitted on behalf of the directors

T. J. Dillon

*President*

PURVIS HALL  
LIBRARIES

MAY 6 1946

McGILL UNIVERSITY

# UNITED STEEL CORP.

BALANCE SHEET AS AT

## 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

\$1,593,864.47

### CURRENT ASSETS:

Cash on hand and in Bank	\$270,033.88
Accounts and Notes Receivable, Current	68,408.57
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	282,494.10
	620,936.55
INVESTMENT IN SUBSIDIARY COMPANY: Common Shares Carried at EXPENDITURE ON ACCOUNT OF FUTURE BUSINESS	668,532.00
LEGAL AND OTHER EXPENSES relative to issue of Twenty Year First Mortgage 6% Sinking Fund Bonds due in 1954	6,750.00
DEFERRED CHARGES (Prepaid Insurance, Taxes and Royalties)	3,000.00
ORGANIZATION EXPENSES	6,015.77
CASH IN HANDS OF TRUSTEE for 1st Mortgage Bonds Retirement	16,756.22
GOODWILL	560.73
	1.00

### APPROVED ON BEHALF OF THE BOARD:

SALTER A. HAYDEN, Director.  
H. E. HALL, Director.

\$2,916,416.74

## GENERAL STATEMENT OF INCOME SURPLUS FOR THE YEAR

Profit from Operations	-----
Deduct: Bond Interest	-----
Depreciation	-----
Remuneration to Executive Officers	-----
Directors' Fees and Salaries	-----
Expenditure on account of future	-----
Provision for Government Taxes	-----

Balance of Earned Surplus for the year  
Balance of Earned Surplus brought forward

Balance of Earned Surplus, 31st December,

## AUDITORS

To the Shareholders, United Steel Corporation Limited:

We have audited the books and accounts of "United Steel Corporation Limited" for the year ended

We obtained all the information and explanations which we required and we report that in our opinion is properly drawn up so as to exhibit a true and correct view of the Company's affairs according to the 31st December, 1935.

The Earnings of the Standard Steel Construction Co. Limited for the twelve months ended 31st December, 1935, of the United Steel Corporation Limited.

Respectfully submitted,

VIGEON AND COMPANY

Char

Toronto, 31st March, 1936.

# ORATION, LIMITED

31st DECEMBER, 1935

## LIABILITIES

### CAPITAL:

Class "A" Redeemable Preference Shares Par Value \$25.00 per share:			
Authorized 80,000 shares		\$2,000,000.00	
Issued and Outstanding 1st Jan., 1935	32,676 shares	\$ 816,900.00	
Issued during the year	300 shares	7,500.00	
 Total Issued and Outstanding	32,976 shares	824,400.00	
Class "B" Redeemable Preference Shares without nominal or par value:			
Authorized	5,000 shares		
Issued and Outstanding during the year	2,500 shares for	235,000.00	
Common Shares without nominal or par value:			
Authorized	300,000 shares		
Issued and Outstanding 1st Jan., 1935	282,610 shares for \$1,413,235.61		
Issued during the year	2,997 shares for 10,482.00		
 Total Issued and Outstanding	285,607 shares for	1,423,717.61	\$ 2,483,117.61
EARNED SURPLUS			16,849.35
RESERVES: For Depreciation		\$ 39,826.37	
For Bad and Doubtful Accounts		5,501.45	45,327.82
TWENTY YEAR 6% FIRST MORTGAGE SINKING FUND BONDS DUE 1st JANUARY, 1954:			
Authorized and Issued		\$ 300,000.00	
Less: Retired and cancelled through Sinking Fund		1,000.00	299,000.00
CURRENT LIABILITIES:			
Accounts Payable		\$ 59,578.90	
Sales Tax Payable		1,375.35	
Bond Interest Accrued		8,970.00	
Provision for Government Taxes payable in 1936		2,197.71	72,121.96
			<u>\$2,916,416.74</u>

## AND EXPENDITURE AND EARNED DED 31st DECEMBER, 1935

	\$63,970.09	
	\$17,990.00	
	20,447.10	
and Legal Advisers	8,240.61	
business	nil	
	15,049.12	
	900.00	62,626.83
	1,343.26	
from last year	15,506.09	
1935		<u>\$16,849.35</u>

## REPORT

31st December, 1935.  
In opinion the above Balance Sheet and General Statement of Income and Expenditure and Earned Surplus  
the best of our information and explanations given us and as shown by the books of the Company on  
December, 1935, are not given effect to in the General Statement of Income and Expenditure and Earned

