

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.

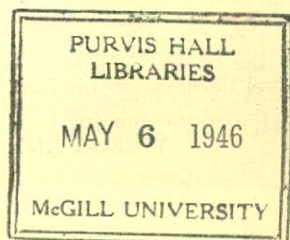
Profits from operations after provision for Government Taxes and Bad Debt Reserve amounted to \$63,070.09. Out of these profits the following charges have been provided for:

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



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
Accounts and Notes Receivable, Current
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

\$270,033.88

68,408.57

282,494.10

620,936.55

INVESTMENT IN SUBSIDIARY COMPANY: Common Shares Carried at...

668,532.00

EXPENDITURE ON ACCOUNT OF FUTURE BUSINESS

6,750.00

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

3,000.00

DEFERRED CHARGES (Prepaid Insurance, Taxes and Royalties)

6,015.77

ORGANIZATION EXPENSES

16,756.22

CASH IN HANDS OF TRUSTEE for 1st Mortgage Bonds Retirement

560.73

GOODWILL

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 E

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 31st December, 1935. We obtained all the information and explanations which we required and we report that in our opinion the accounts are properly drawn up so as to exhibit a true and correct view of the Company's affairs according to the provisions of the Companies Act, 1929.

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

Respectfully submitted,

VIGEON AND COMPANY
Chartered Accountants

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

\$2,916,416.74

AND EXPENDITURE AND EARNED DED 31st DECEMBER, 1935

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

REPORT

d 31st December, 1935.

inion the above Balance Sheet and General Statement of Income and Expenditure and Earned Surplus
e best of our information and explanations given us and as shown by the books of the Company on

ember, 1935, are not given effect to in the General Statement of Income and Expenditure and Earned

NY,
red Accountants.

11/11/1911

Received of the Treasurer of the
City of New York the sum of \$100.00
for the purchase of the land
for the purpose of the
City of New York

Witness my hand and the seal of the
City of New York this 11th day of
November 1911

Mayor of the City of New York
John A. Bidsell
City of New York

Attest: John A. Bidsell
Mayor of the City of New York