

# UNITED STEEL CORPORATION LIMITED

## ELEVENTH ANNUAL REPORT

FOR THE FISCAL YEAR ENDED 31st DECEMBER, 1944

To Shareholders of United Steel Corporation, Limited:

Your Directors submit herewith the Eleventh Annual Report of your Corporation for the year ended 31st December, 1944, comprising the Balance Sheet and General Statement of Income and Expenditure and Earned Surplus, duly certified by the Company's auditors.

The Net Profit for the year amounted to \$728,320.68. After provision for Income and Excess Profit Taxes, amounting to \$542,528.18, the Net Earnings for the year amount to \$271,430.43 including \$85,637.93 Refundable Portion of Excess Profits Tax. After payment of \$35,637.00 Preferred dividend, the Earnings applicable to the Common shares amount to 49.4c per share. After deductions as set forth in the Statement, balance of Earned Surplus at the year end amounted to \$1,788,504.47. Full allowable depreciation was taken and all plants and equipment were maintained in first-class condition.

Contracts on our books are now in good volume, including considerable export business, and provide a substantial back-log for continuing production.

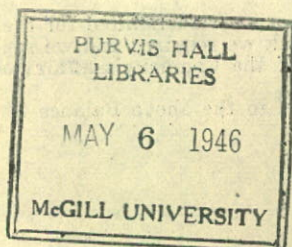
If the war in Europe should end quickly, re-conversion offers no great problem to any of the Corporation's plants or activities, as we are reasonably assured of a substantial volume of business from the Mining, Pulp and Paper, Plastics and other industries, whose particular scope of activities use a considerable quantity of the Company's standard line of products. In addition, we have been developing and improving over the past year our range of standard manufactured goods, which will assist materially our post-war possibilities.

The Directors wish to express their appreciation for the loyalty and efficient services rendered by the Officers, Staff and Employees of the Corporation throughout the year.

On behalf of the Board,

T. J. DILLON,

President.





# UNITED STEEL COR

BALANCE SHEET AS

## ASSETS

### CURRENT ASSETS:

Cash an hand and in Bank	\$ 511,657.77
Accounts and Notes Receivable less Reserve	1,268,760.12
Due by Dominion Government	1,583,032.61
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	1,833,397.36
Investments in Industrial Stocks — Book Value	40,840.18
Dominion of Canada Bonds	400,000.00
Cash Surrender Value of Life Insurance Policies	38,134.14
	\$ 5,675,822.18

### INVESTMENT IN SUBSIDIARY COMPANIES:

Common and Preferred Shares, carried at	572,023.87
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### PROPERTY ACCOUNT:

Land, Buildings and Plant appraised by Canadian Appraisal Company Limited in respect of the Dodge Manufacturing Company Limited on the basis of commercial value 16th January, 1929, and in respect of the Canadian Mead-Morrison Company Limited on the basis of commercial value 31st May, 1929, and in respect of the Standard Steel Construction Company Limited and Farand & Delorme Limited on the basis of purchase 18th January, 1941, with the cost of subsequent additions	3,907,978.79
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DEFERRED CHARGES	41,924.00
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BOND DISCOUNT	33,760.80
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GOODWILL	1.00
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REFUNDABLE PORTION OF EXCESS PROFITS TAXES	373,498.29
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\$10,605,008.93

### APPROVED ON BEHALF OF THE BOARD:

T. J. DILLON, Director.  
A. G. HOUSE, Director.

## UNITED STEEL COR STATEMENT OF INCOME AND EXPENSE FOR THE YEAR ENDED

Profit from Operations	
Income from Investments	
Deduct: Depreciation	
Remuneration to Executive Officers and Advisers	
Bond Interest	
Directors' Fees and Expenses	
Net Profit for the Year	
Provision for Income and Excess Profits Tax	
Less Refundable Portion	

Deduct: Amortization of Bond Discount	
Cost of Life Insurance	
Earned Surplus for the Year	
Balance of Surplus Brought Forward from 1943 (including Refundable Portion of Tax)	
Deduct: Adjustment in Workmen's Compensation	
Years	

Deduct: Dividend Class "A" Preference Shares	
Balance of Surplus 31st December, 1944 (including Refundable Portion of Excess Profits Tax)	

To the Shareholders of United Steel Corporation Limited:

We have audited the books and accounts of United Steel Corporation Limited for the year ended 1944. We have obtained all the information and explanations which we required and we report that in our opinion the balance sheet is drawn up so as to exhibit a true and correct view of the state of the Company's affairs according to the provisions of the Companies Act, 1929.

The Operations of the Subsidiary Companies are not reflected in the above Balance Sheet.

Toronto, 4th April, 1945.

AUDITORS'



# PORATION LIMITED

AT 31st DECEMBER, 1944

CURRENT LIABILITIES:		LIABILITIES	
Bank Loans		\$2,444,862.37	
Accounts Payable and Accrued Charges		1,346,003.93	
Provision for Income and Excess Profits Taxes		427,778.18	
			\$ 4,218,644.48
RESERVES FOR DEPRECIATION			1,309,415.87
FIFTEEN YEAR 5% FIRST MORTGAGE SINKING FUND BONDS			
Due 15th January, 1956		\$ 900,000.00	
Less Redeemed		90,000.00	
			\$ 810,000.00
Interest Accrued		18,562.50	
			828,562.50
CAPITAL:			
Class "A" Cumulative Redeemable Preference Shares			
Par Value \$25.00 each:			
Authorized 80,000 Shares, less Redeemed 11,128 Shares			
Issued and Outstanding 31st December, 1943	22,758 Shares	\$ 568,950.00	
Issued during the year	1,000 Shares	25,000.00	
Issued and Outstanding 31st December, 1944	23,758 Shares		593,950.00
Common Shares of No Par Value:			
Authorized 500,000 Shares			
Issued and Outstanding 31st December, 1943	469,322 Shares	\$1,865,543.61	
Issued during the year	97 Shares	388.00	
Issued and Outstanding 31st December, 1944	469,419 Shares		1,865,931.61
EARNED SURPLUS (including Refundable Portion of Excess Profits Taxes)			1,788,504.47
			<u>\$10,605,008.93</u>

## PORATION LIMITED EXPENDITURE AND EARNED SURPLUS 31st DECEMBER, 1944

	\$1,003,771.24	
	10,481.72	
		\$1,014,252.96
	\$ 167,343.70	
ers and Legal		
	70,226.08	
	40,562.50	
	7,800.00	
		285,932.28
		\$ 728,320.68
profits Taxes	\$ 542,528.18	
	85,637.93	
		456,890.25
		\$ 271,430.43
	\$ 3,384.00	
	596.05	
		3,980.05
		\$ 267,450.38
31st December, Excess Profits		
	\$1,570,975.82	
ation for Prior	14,284.73	
		1,556,691.09
		\$1,824,141.47
		35,637.00
uding Refundable Portion of		
		<u>\$1,788,504.47</u>

## REPORT

31st December, 1944.  
In our opinion the attached Balance Sheet and Statement of Income and Expenditure and Earned Surplus  
show the best of our information and explanations given us and as shown by the books of the Company

VIGEON & COMPANY,  
Chartered Accountants.



## **PLANTS**

**TORONTO      WELLAND      PORT ROBINSON      MONTREAL**

## **OFFICES**

**TORONTO      MONTREAL      WINNIPEG      VANCOUVER**  
**LONDON, ENGLAND**  
**WELLAND      HAILEYBURY**  
**KIRKLAND LAKE**

## **CHIEF PRODUCTS**

Elevator and Conveying Equipment  
Power Transmission Machinery  
Materials Handling Equipment  
Portable Conveyors  
Hydraulic Presses  
Grain Elevator Equipment  
Coal and Ore Handling Bridges  
Structural Steel— Buildings, Bridges  
Steel Plate Work and Welded Steel Products  
Mine Hoists  
Chain and Belt Conveyors  
Contractors' Equipment  
Edge Moor Water Tube Boilers  
Blaw-Knox Products  
Automotive Equipment  
Structural Steel Head Frames  
Cummer Asphalt Plants  
Baldwin-Southwark Products  
Jigs, Tools, Fixtures  
Aircraft Components  
Shipbuilding Equipment.