

# UNITED STEEL CORPORATION, LIMITED

## EIGHTH ANNUAL REPORT

FOR THE FISCAL YEAR ENDED 31st DECEMBER, 1941

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To Shareholders of United Steel Corporation Limited:

Your Directors submit herewith the Eighth Annual Report of your Corporation for the year ended 31st December, 1941, comprising the Balance Sheet and General Statement of Income and Expenditure and Earned Surplus, duly certified by the Company's auditors.

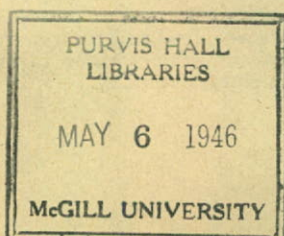
The General Statement of Income and Expenditure for the first time includes the Profit from Operations of the former two subsidiaries, Standard Steel Construction Company Limited, and Farand & Delorme Limited, assets of which are now owned by this Corporation. The Net Earnings for the year amount to \$1,282,932.41. After provision for Income Taxes amounting to \$784,594.00, the Net Earnings for the Year amount to \$498,338.41. After the deductions as set forth in the Statement, balance of Earned Surplus at the year end amounted to \$970,628.98.

All Plants of the Corporation, including the new extensions completed during the current year, were operated at full capacity, and contracts on our books are now in large volume and provide a substantial backlog for continuing production increases.

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 CORP

BALANCE SHEET AS A

## ASSETS

### CURRENT ASSETS:

Cash on hand and in Bank .....	\$ 98,083.34
Accounts and Notes Receivable, less Reserve .....	1,120,267.77
Due by Government .....	776,516.71
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 lower .....	1,482,173.83
Investments in Industrial Stocks—Book Value .....	17,743.98
Cash Surrender Value of Life Insurance Policies .....	31,446.64
	<u>\$3,526,232.27</u>

### INVESTMENT IN SUBSIDIARY COMPANY:

Common and Preferred Shares, carried at .....	177,993.87
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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 on the basis of purchase price 18th January, 1941, and in respect of Farand & Delorme Limited on the basis of purchase price 18th January, 1941, with the cost of subsequent additions .....	2,928,349.45
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DEFERRED CHARGES .....	10,550.39
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ADVANCES — TANK DIVISION .....	16,808.96
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BOND DISCOUNT .....	45,000.00
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GOODWILL .....	1.00
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\$6,704,935.94

### APPROVED ON BEHALF OF THE BOARD:

SALTER A. HAYDEN,  
Director.

A. G. HOUSE,  
Director.

## UNITED STEEL CORP STATEMENT OF INCOME AND EXP FOR THE YEAR ENDED

Profit from Operations .....

Income from Investments .....

### Deduct:

Depreciation .....

Remuneration to Executive Off

Advisers .....

Bond Interest .....

Directors' Fees and Expenses .....

Provision for Taxes .....

Cost of Life Insurance .....

Earned Surplus for the year .....

Balance of Earned Surplus 31st December,

Difference resulting from purcha

Subsidiaries .....

Organization Expense .....

Dividend Class "A" Preference Sh

Balance of Earned Surplus 31st December,

### AUDITORS

To the Shareholders of United Steel Corporation Limited:

We have audited the books and accounts of United Steel Corporation for the year ended 31st Decemb

We have obtained all the information and explanations which we required and we report that in our

up so as to exhibit a true and correct view of the state of the Company's affairs according to the best of our

No credit has been taken herein for profits earned by the Subsidiary Company.

Toronto, 10th April, 1942.



# PORATION, LIMITED

T 31st DECEMBER, 1941

## LIABILITIES

### CURRENT LIABILITIES:

Bank Loans .....	\$ 464,345.06	
Accounts Payable and Accrued Charges .....	646,196.25	
Provision for Taxes .....	854,981.79	
		\$1,965,523.10
DUE TO STANDARD STEEL CONSTRUCTION CO. LTD. ON PURCHASE OF ASSETS .....		3,096.00
RESERVES FOR DEPRECIATION .....		411,985.25
TWENTY YEAR 5% FIRST MORTGAGE SINKING FUND BONDS .....	\$ 900,000.00	
Interest Accrued .....	20,625.00	
		920,625.00

### CAPITAL:

Class "A" 6% Cumulative Redeemable Preference Shares Par Value \$25.00 each.		
Authorized 80,000 shares, less Redeemed .....	11,128 shares	
Issued and Outstanding 31st December, 1941 .....	22,758 shares	568,950.00
Common Shares of No Par Value:		
Authorized 500,000 shares.		
Issued and Outstanding 1st January, 1941 .....	468,904 shares	\$1,863,999.61
Issued during the year .....	32 shares	128.00
Issued and Outstanding 31st December, 1941 .....	468,936 shares	1,864,127.61
EARNED SURPLUS .....		970,628.98
		<u>\$6,704,935.94</u>

## PORATION LIMITED EXPENDITURE AND EARNED SURPLUS D 31st DECEMBER, 1941

	\$1,717,419.50	
	11,570.79	
		\$1,728,990.29
	260,264.45	
Officers and Legal	135,503.18	
	43,125.00	
	6,550.00	
	784,594.00	
		1,230,036.63
	\$ 498,953.66	
	615.25	
	\$ 498,338.41	
1940 .....	727,596.93	
		\$1,225,935.34
Use of Assets of	\$ 192,435.83	
	28,733.53	
Shares .....	34,137.00	
		255,306.36
1941 .....	\$ 970,628.98	

## 'S REPORT

per, 1941.  
opinion the attached Balance Sheet and Statement of Income and Expenditure and Earned Surplus is drawn  
information and explanations given us and as shown by the books of the Company on 31st December, 1941.

VIGEON AND 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

Nor-Sand Pumps

Structural Steel Head Frames

Cummer Asphalt Plants

Fairfield Engineering Products

Baldwin-Southwark Products

Jigs, Tools, Fixtures

Aircraft Components