

RIVERSIDE SILK MILLS, LIMITED

BALANCE SHEET

December 31st, 1945

ASSETS

CURRENT ASSETS:

Cash on hand	\$ 275.19
Dominion of Canada Bonds at cost (par value \$600,000.00)	606,250.00
Other Investments, at cost.....	575.00
Accounts Receivable, less Bad Debts Reserve	67,020.97
Merchandise and Supplies, as valued by the management....	87,182.02
Employees' Balances re Victory Loan Subscriptions	20,847.30
Prepaid Insurance and Accrued Bond Interest	9,872.00—\$792,022.48

Refundable Portion of Excess Profits Tax..... \$ 34,960.25

CAPITAL ASSETS:

Real Estate and Buildings.....	\$ 266,395.97
Machinery and Equipment.....	629,717.61
	\$ 896,113.58
Less Depreciation Reserve.....	692,589.17—\$203,524.41
	<u>\$1,030,507.14</u>

LIABILITIES

CURRENT LIABILITIES:

Bank Overdraft	\$ 8,023.95
Accounts Payable and Accrued Wages.....	64,157.89
Dividend, Class A Stock, payable January 2nd, 1946.....	15,000.00
Bank Loan re Employees' Victory Bonds.....	20,847.30
Provision for Rebate on War Contracts.....	23,142.10
Provision for Income and Excess Profits Taxes, less payments on account.....	54,573.80—\$185,745.04

CAPITAL STOCK AND SURPLUS:

Capital Stock, Paid-up:	
30,000 Class A \$2.00 Cumulative Shares, of no par value	300,000.00
20,000 Class B Shares of no par value.....	
Surplus	544,762.10—\$844,762.10
	<u>\$1,030,507.14</u>

PROFIT AND LOSS AND SURPLUS ACCOUNT

Year ended December 31st, 1945

Surplus, December 31st, 1944.....\$531,638.69

Add:

Net Profit for year after providing for Depreciation and Income and Excess Profits Taxes.....	\$ 72,248.41
Profits on Bonds sold.....	10,875.00—\$ 83,123.41
	<u>\$614,762.10</u>

Deduct:

Dividends on Class A Stock.....	\$ 60,000.00
Dividends on Class B Stock.....	10,000.00—\$ 70,000.00

Surplus, December 31st, 1945..... \$544,762.10

AUDITORS' REPORT TO THE SHAREHOLDERS

We have audited the books and accounts of Riverside Silk Mills, Limited, for the year ended December 31st, 1945, and report that, in our opinion, the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs, according to the best of our information and the explanations given us and as shown by the books. All our requirements, as auditors, have been complied with.

THORNE, MULHOLLAND, HOWSON & McPHERSON,

Toronto, March 11th, 1946.

Chartered Accountants.

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RIVERSIDE SILK MILLS LIMITED

BALANCE SHEET

December 31st 1945

ASSETS

Fixed Assets	£ 275.13
Current Assets	£ 200.00
Investments	£ 200.00
Reserves	£ 200.00
Other Assets	£ 200.00
Liabilities	£ 200.00
Capital	£ 200.00
Reserves	£ 200.00
Other Liabilities	£ 200.00
Total	£ 200.00

LIABILITIES

Fixed Liabilities	£ 200.00
Current Liabilities	£ 200.00
Investments	£ 200.00
Reserves	£ 200.00
Other Liabilities	£ 200.00
Capital	£ 200.00
Reserves	£ 200.00
Other Liabilities	£ 200.00
Total	£ 200.00

PROFIT AND LOSS AND SURPLUS ACCOUNT

Profit and Loss	£ 200.00
Surplus	£ 200.00
Investments	£ 200.00
Reserves	£ 200.00
Other Assets	£ 200.00
Liabilities	£ 200.00
Capital	£ 200.00
Reserves	£ 200.00
Other Liabilities	£ 200.00
Total	£ 200.00

AUTHOR'S REPORT TO THE SHAREHOLDERS

The following is a summary of the financial position of the company as at the end of the year. The company has a surplus of £200.00, which is available for distribution to the shareholders. The company has also invested £200.00 in fixed assets, which will provide a long-term source of income for the shareholders.

THOMAS MURPHY, JUNIOR, ACCOUNTANT

General Accountants