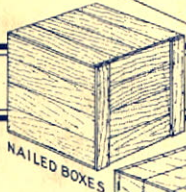
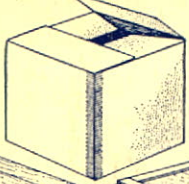
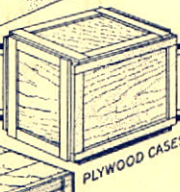


stock

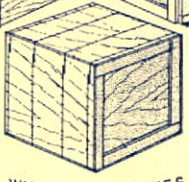
CORRUGATED CARTONS



NAILED BOXES



PLYWOOD CASES



WIREBOUND BOXES

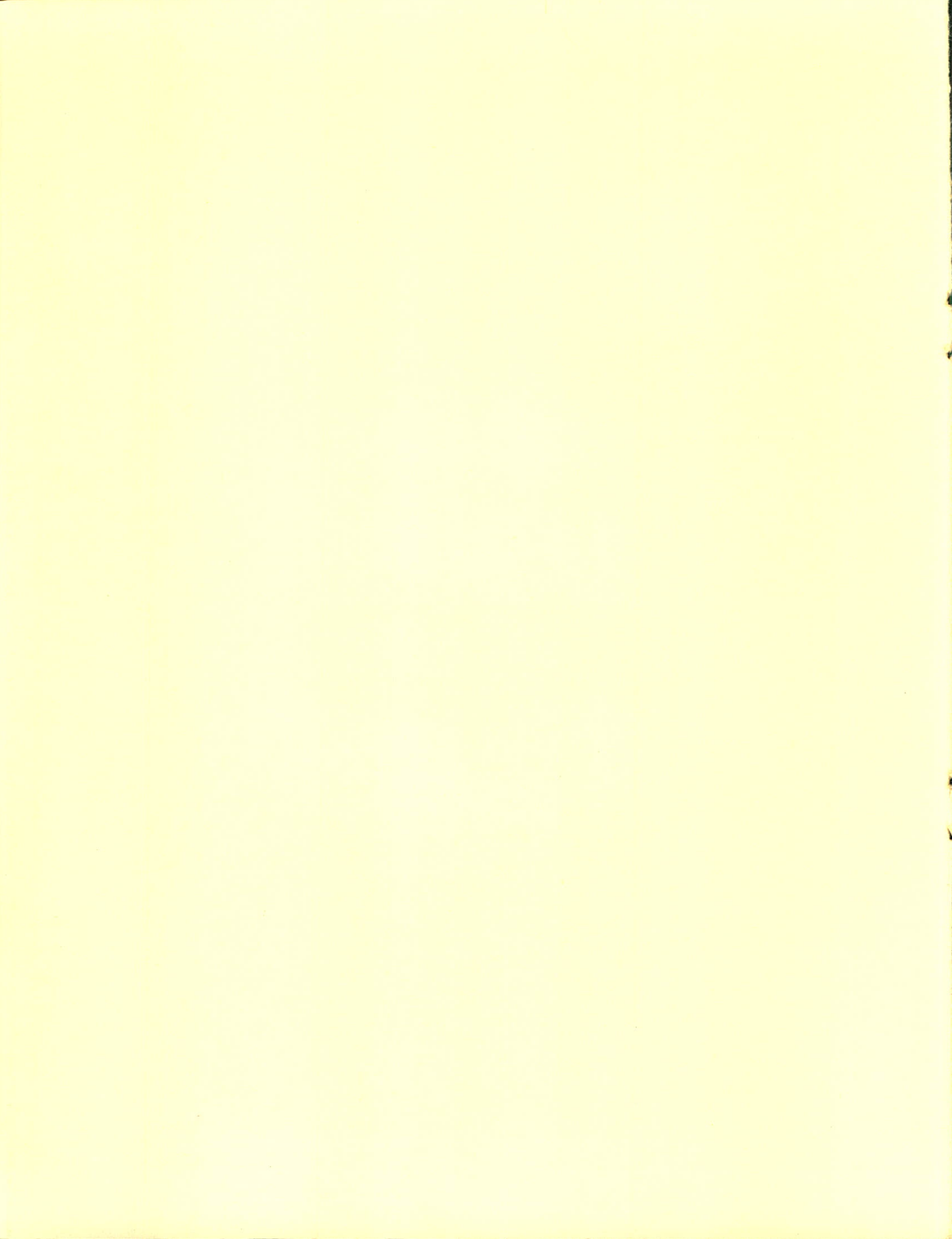
CANADIAN WIREBOUND BOXES, LIMITED

TWENTY-FIFTH

Annual Report

For the YEAR
 ENDED APRIL 30,
 1953

PURVIS HALL
 LIBRARIES
 AUG 24 1953
 MCGILL UNIVERSITY



CANADIAN WIREBOUND BOXES, LIMITED

HEAD OFFICE — 1000 GERRARD ST. EAST, TORONTO, ONT.

FACTORIES — TORONTO, ONT., AND MONTREAL, QUE.

DIRECTORS

A. K. CAMERON	J. S. DICKSON
A. M. DUNN	R. J. DUNN
C. HATCH	GORDON McMILLAN, Q.C.
STUART B. PLAYFAIR	H. L. TRAPP

EXECUTIVE COMMITTEE

A. M. DUNN GORDON McMILLAN, Q.C. STUART B. PLAYFAIR

OFFICERS

A. M. DUNN	- - - - -	President and Managing Director
STUART B. PLAYFAIR	- - - - -	Vice-President
D. F. HAZELL	- - - - -	Secretary
F. H. ELLIS	- - - - -	Treasurer
T. J. BUTLER	- - - - -	Assistant Manager
R. E. DIVEN	- - - - -	Director of Sales
M. SUTCLIFFE	- - - - -	Factory Manager
A. W. CAMERON	- - - - -	Manager, Montreal Plant

TRANSFER AGENT AND REGISTRAR

CHARTERED TRUST COMPANY, TORONTO, ONT.

AUDITORS

THORNE, MULHOLLAND, HOWSON & McPHERSON
Chartered Accountants

BANKERS

THE BANK OF TORONTO, TORONTO, ONT.

DIRECTORS' REPORT

To the Shareholders,
CANADIAN WIREBOUND BOXES, LIMITED

Your Directors take pleasure in presenting the twenty-fifth annual report of your Company for the year ended April 30, 1953.

Submitted herewith is the balance sheet as of that date, together with the report of the auditors. Also included are related statements of profit and loss and earned surplus.

The following summary sets out in comparative form the operating results for the fiscal years ended in 1952 and 1953:

	Fiscal Year Ended	
	April 30, 1953	April 30, 1952
Profit before depreciation and taxes	1,253,017.02	1,283,243.44
Provision for depreciation	126,939.52	160,992.16
	1,126,077.50	1,122,251.28
Provision for taxes on income	573,000.00	577,600.00
<u>Net profit for year</u>	<u>\$ 553,077.50</u>	<u>\$ 544,651.28</u>

While sales for the year showed a small decrease as compared with those for the same period ended in 1952, lower depreciation and income taxes resulted in an increase in net profits as shown above.

Working capital now stands at \$3,089,648.15 as compared with \$2,656,035.51 at April 30, 1952, an increase of \$433,612.64.

The net additions to fixed assets were as follows:

Purchases less disposals during current period	50,956.22
Increase in appraised values at April 30, 1952	20,897.33
	<u>\$71,853.55</u>

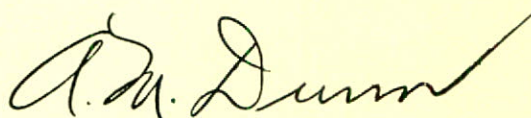
On December 1, 1952, \$50,000.00 of 2¾% Serial Debentures matured and were paid.

Cash dividends paid during the year amounted to \$138,478.50 being at the rate of \$1.50 per annum on Class A shares, 5% per annum on Class B shares, from date of issue and \$1.00 per share on the common shares.

Your Directors have authorized the redemption of all of the outstanding Class B preference shares on October 1, 1953, at par plus accrued dividends to date of redemption.

The Directors wish to record their appreciation and thanks for the continued loyal support and co-operation of all employees of the company.

On behalf of the Board.



August 4th, 1953.

President.

CANADIAN WIREBOUND BOXES, LIMITED

STATEMENT OF PROFIT AND LOSS

Year ended April 30, 1953

		1952 Comparative Figures
Operating profit before taking into account the following charge	1,253,017.02	1,283,243.44
Allowance for depreciation	126,939.52	160,992.16
Profit before taxes on income	1,126,077.50	1,122,251.28
Taxes on income	573,000.00	577,600.00
<u>Net profit for year</u>	<u>\$ 553,077.50</u>	<u>\$ 544,651.28</u>

STATEMENT OF EARNED SURPLUS

Year ended April 30, 1953

		1952 Comparative Figures
Earned surplus, beginning of year	1,306,598.86	1,655,291.03
Net profit for year	553,077.50	544,651.28
	<u>1,859,676.36</u>	<u>2,199,942.31</u>
Dividends paid:		
On Class A shares at \$1.50 per annum	76,372.50	76,372.50
On Class B shares at 5% per annum from date of issue	22,106.00	
On Common shares at \$1.00 per share	40,000.00	40,000.00
	<u>138,478.50</u>	<u>116,372.50</u>
Transfer to special surplus:		
Amount required by letters patent		54,465.13
Appropriation to bring special surplus to maximum required		17,022.09
		<u>71,487.22</u>
	<u>138,478.50</u>	<u>187,859.72</u>
	1,721,197.86	2,012,082.59
Undistributed income as determined and assessed pursuant to Section 95A (1) and (2) of The Income Tax Act, transferred to tax-paid surplus		705,483.73
<u>Earned surplus, end of year</u>	<u>\$1,721,197.86</u>	<u>\$1,306,598.86</u>

CANADIAN WIREBOUND

Incorporated under The

BALANCE SHEET -

ASSETS

		1952 Comparative Figures
<i>Current assets:</i>		
Cash on hand and in banks	302,477.76	165,281.42
Marketable securities at cost:		
Government of Canada 2% bonds due 1954 (market value \$490,250.00)	490,900.00	
Government of Canada 2¾% bonds due 1968 (market value \$446,250.00)	498,500.00	498,500.00
Guaranteed investment certificates	700,000.00	700,000.00
	<u>1,689,400.00</u>	<u>1,198,500.00</u>
Accounts receivable less allowance for doubtful accounts	951,816.07	817,248.12
Inventory of raw materials, work in process, finished goods and supplies as determined by the management and certified to be valued at the lower of cost or market	1,234,156.22	1,516,957.22
Prepaid expenses and accrued revenue	58,295.32	55,949.94
	<u>4,236,145.37</u>	<u>3,753,936.70</u>
Cash surrender value of life insurance	10,750.00	10,175.00
Buildings and equipment at depreciated values as appraised during April, 1952, by the H. F. Cooper Appraisal Company, Limited plus subsequent additions at cost, less disposals	3,970,142.02	3,898,288.47
<u>Less: Accumulated allowance for depreciation since date of appraisal</u>	<u>126,939.52</u>	
	3,843,202.50	3,898,288.47
Land as valued by independent appraisers on April 30, 1952	308,513.24	308,513.24
	<u>4,151,715.74</u>	<u>4,206,801.71</u>
	<u>\$8,398,611.11</u>	<u>\$7,970,913.41</u>

AUDITORS' REPORT TO THE SHAREHOLDERS

We have examined the above balance sheet of Canadian Wirebound Boxes, Limited, as at April 30, 1953, and the related statements of profit and loss and earned surplus for the year then ended. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

All our requirements as auditors have been complied with and, in our opinion, the above balance sheet and the related statements of profit and loss and earned surplus are properly drawn up so as to exhibit a true and correct view of the state of the company's affairs as at April 30, 1953, and the results of its operations for the year then ended, according to the best of our information and the explanations given us and as shown by the books of the company.

THORNE, MULHOLLAND, HOWSON & McPHERSON,

Chartered Accountants.

Toronto, Ontario, July 28, 1953.

BOXES, LIMITED

Ontario Companies Act

APRIL 30, 1953

LIABILITIES

		1952 Comparative Figures
<i>Current liabilities:</i>		
Accounts payable and accrued liabilities	798,528.27	789,562.77
Income taxes payable	297,968.95	258,338.42
Serial debentures maturing within one year	50,000.00	50,000.00
	1,146,497.22	1,097,901.19
<i>First secured debentures:</i>		
Authorized, \$2,000,000.00 with \$1,000,000.00 issued as Series A		
Outstanding:		
2¾% Serial debentures maturing \$50,000.00 annually on December 1, 1953 to 1957 inclusive	250,000.00	300,000.00
3½% Serial debentures maturing \$50,000.00 annually on December 1, 1958 to 1967 inclusive	500,000.00	500,000.00
	750,000.00	800,000.00
<u>Less:</u> Debentures maturing December 1, 1953 included with current liabilities	50,000.00	50,000.00
	700,000.00	750,000.00
<i>Excess of appraisal values over book values of fixed assets at April 30, 1952, less patents, leases, etc., written off</i>		
	2,368,992.36	2,354,149.69
<i>Capital stock and surplus:</i>		
Capital stock outstanding:		
50,915 Class A shares }	1,363,790.00	1,363,790.00
40,000 Common shares }		
58,942 Class B shares }	589,420.00	589,760.00
	1,953,210.00	1,953,550.00
Earned surplus	1,721,197.86	1,306,598.86
Tax paid surplus	8,713.67	8,713.67
Special surplus	500,000.00	500,000.00
	4,183,121.53	3,768,862.53
	\$8,398,611.11	\$7,970,913.41

The authorized capital stock consists of 150,000 Class A shares of no par value, of which 90,000 shares were issued and 39,085 subsequently purchased and cancelled; 85,000 redeemable Class B shares of \$10.00 par value, of which 59,095 shares were issued and 153 subsequently purchased and cancelled and 40,000 Common shares of no par value.

The Class A shares carry a cumulative annual dividend of \$1.50 preferential over all other shares. The Class B shares carry a cumulative preferential dividend of 5% per annum. After payment of the above dividends, the Common shares are entitled to a non-cumulative annual dividend up to \$1.00, after which the Class A and Common shares only participate equally.

The Class A shares have a priority over all other shares on winding up of \$26.00 per share and accrued dividends. The Class B shares have a priority over the Common shares on winding up of \$10.00 per share and accrued dividends.

Canada is blessed with immense forests, but they must be protected and conserved. Our Government is fully aware of the need for forest conservation through supervision of timber operations, reforestation and fire prevention. Fire fighting methods and equipment are constantly being improved.

The forest supplies the materials needed for boxes: Lumber — Veneer — Paperboard.

Modern packaging developed by trained packaging engineers reduces the consumption of forest material, resulting in a saving of vital natural resources and a saving in cost to the consumer.

The pictures on this and the pages following show some of the operations involved in the production of box materials.

LUMBER OPERATIONS



Cutting Down Tree



Sawing Tree into Logs



Felling Tree

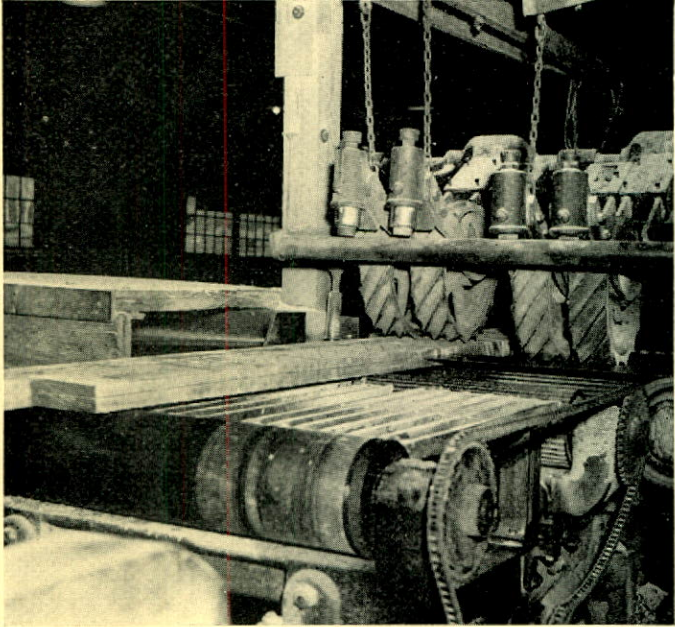
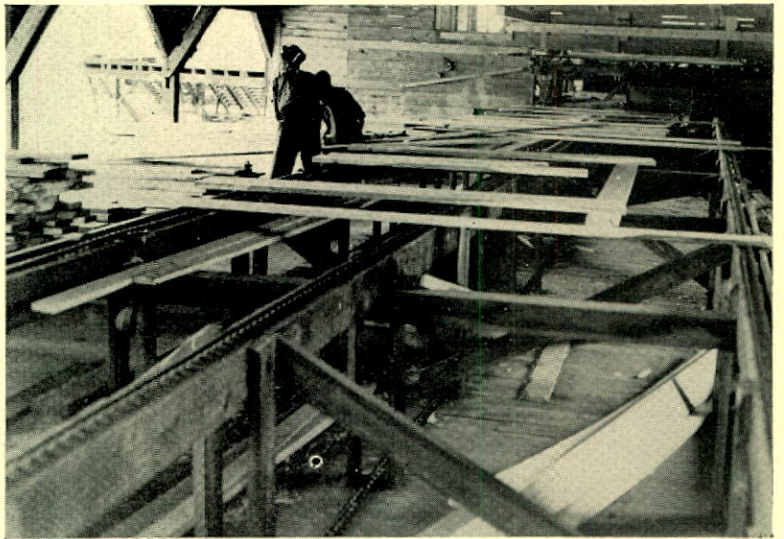


Stacking Logs



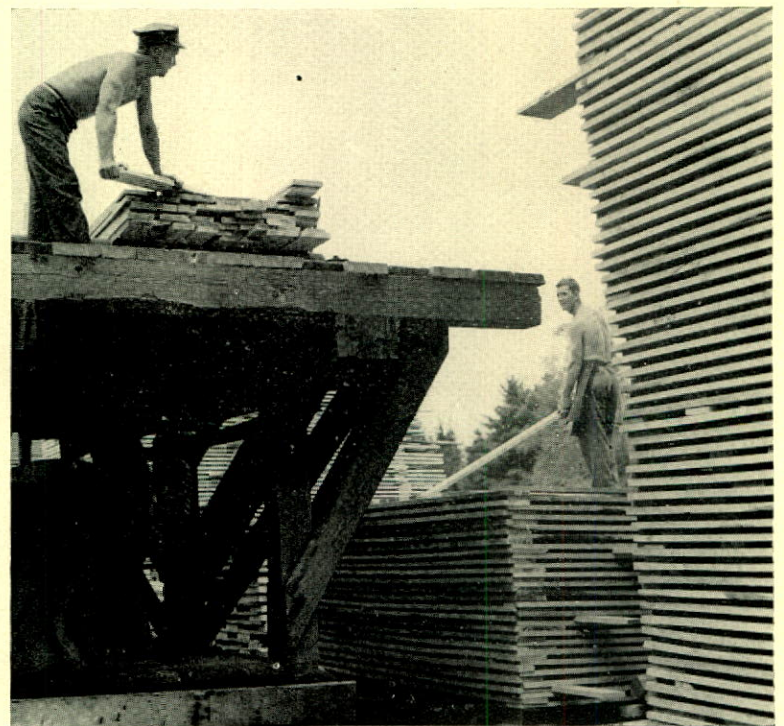
Sawmill Producing Lumber for Cleats and Bottle Carrier Boxes — Wirebound

Sorting Lumber for Grades



Sawing Lumber to Dimension for Wirebound Boxes

Piling Lumber to Dry



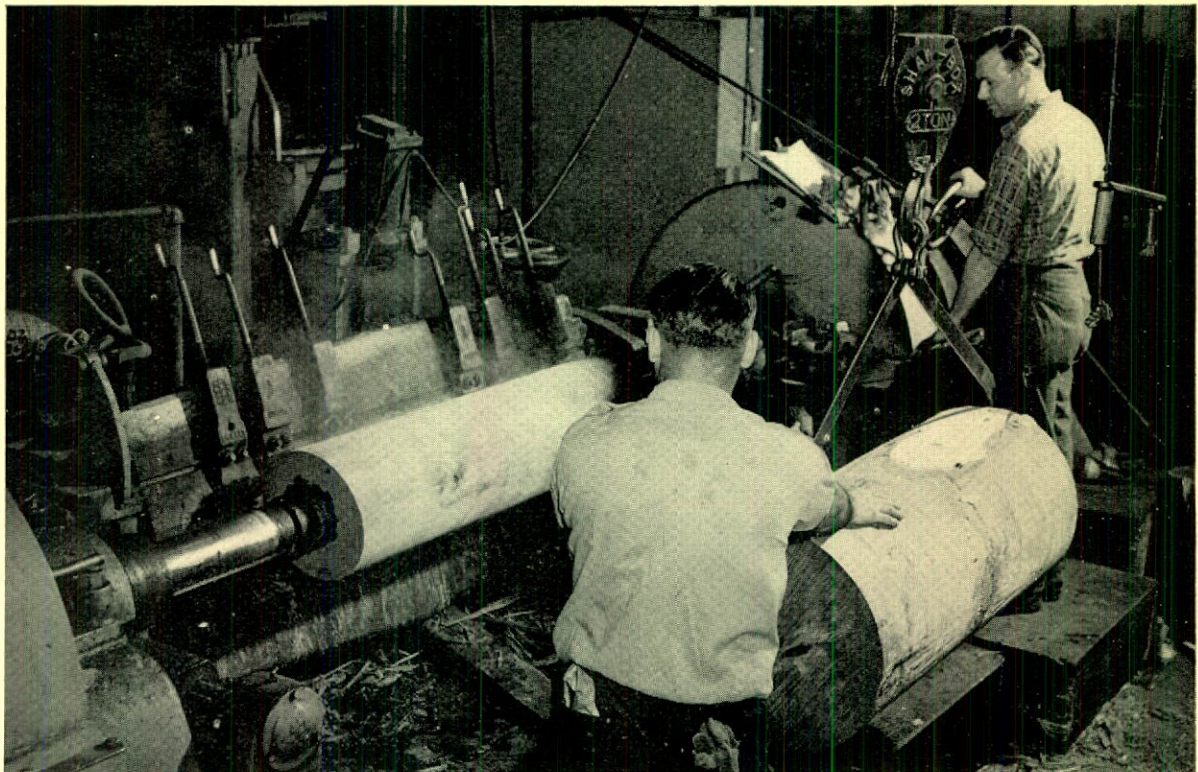
VENEER OPERATIONS



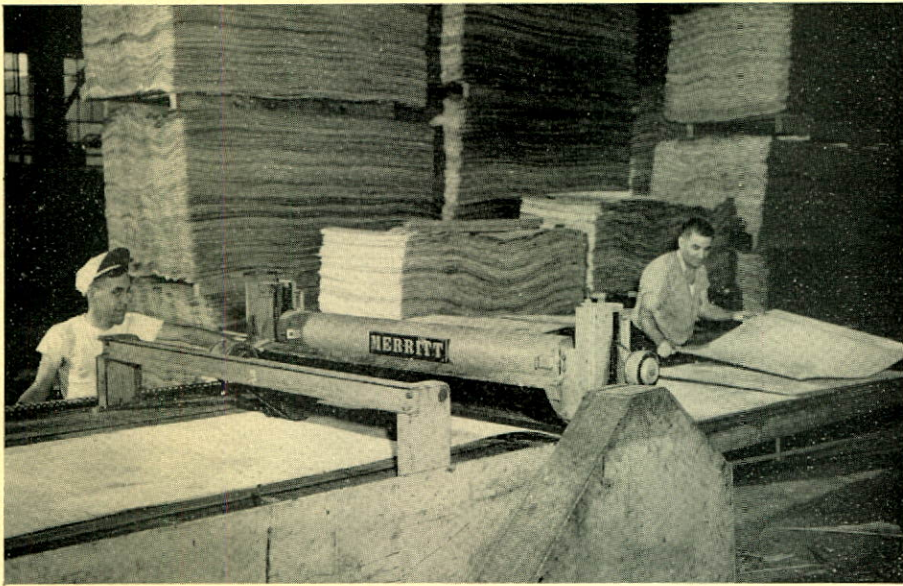
Logs Ready for Veneer Manufacturing



Logs Being Placed in Vat for Steaming



Lathe Producing Veneer for Wirebound Boxes



Clipping Veneer to Size

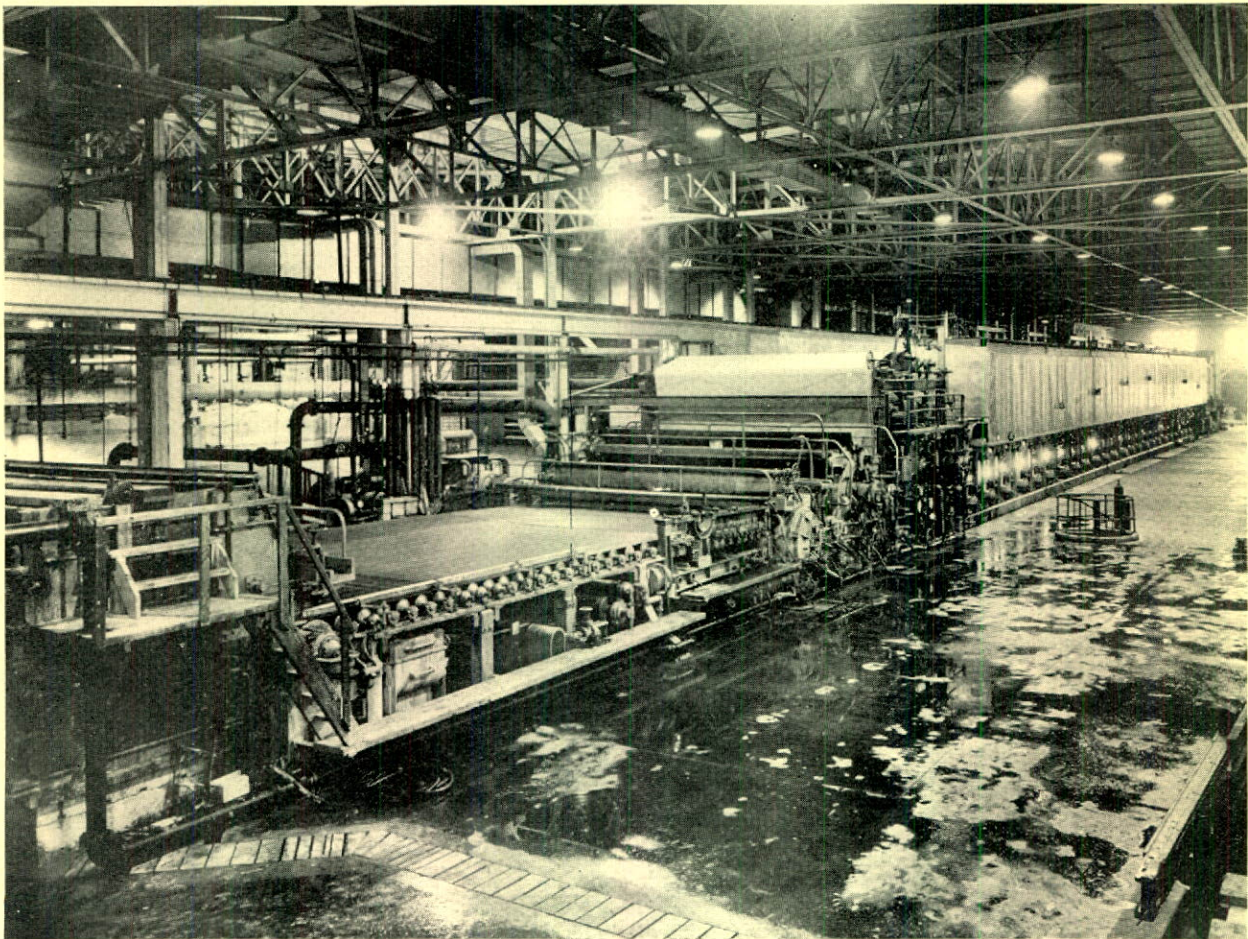
Drying Veneer with Mechanical Dryer



Carloading of Bundled Veneer for Wirebound Boxes



Pulpwood Logs
for Paperboard

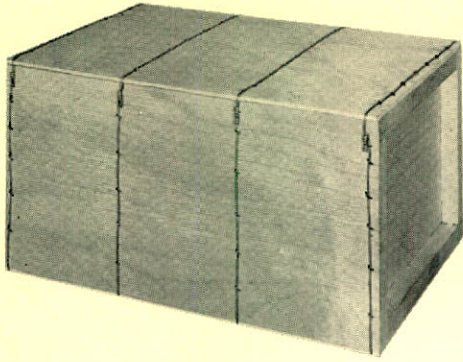


High Speed Machine
Producing Paperboard
for Corrugated
Cartons

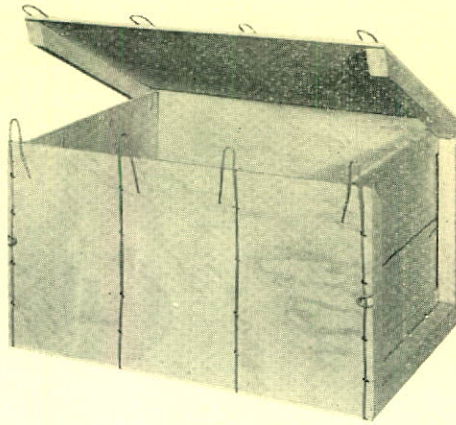


Loading and Shipping Paperboard in Rolls for Manufacture into Corrugated Cartons By Us

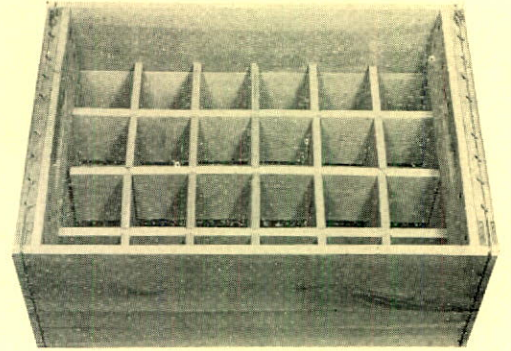
THESE VARIOUS TYPES OF BOXES ARE PRODUCED BY US
FROM MATERIALS HAVING THEIR ORIGIN IN TREES FROM THE CANADIAN FORESTS



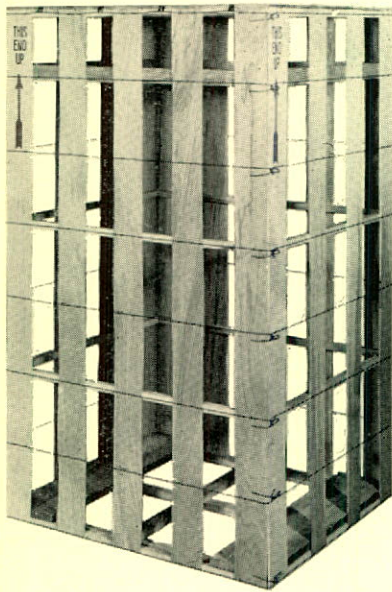
Wirebound Box
Twisted Closure



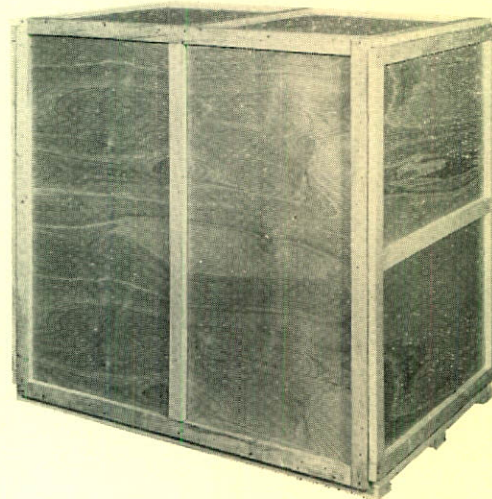
Wirebound Box
Loop Closure



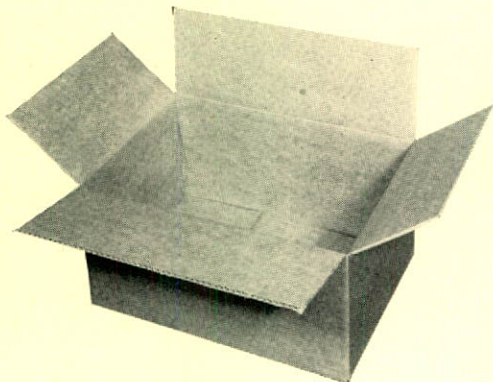
Wirebound Box
Carrier for Soft Drinks



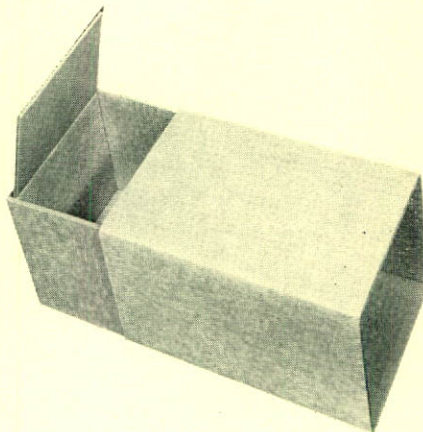
Wirebound Crate
Refrigerators



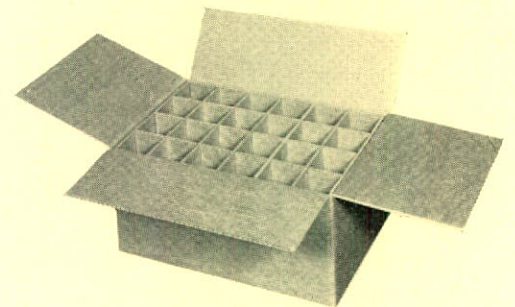
Plywood Box
Textiles



Corrugated Carton
Standard Type



Corrugated Carton
Slide Type



Corrugated Carton
with Interior Partitions
for Bottle Goods



