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# ANNUAL REPORT

TO THE SHAREHOLDERS

DECEMBER 31st  
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CANADIAN GENERAL INVESTMENTS LIMITED  
50 KING STREET WEST  
TORONTO

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# CANADIAN GENERAL INVESTMENTS LIMITED

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## BOARD OF DIRECTORS

F. R. BENNETTO, M.B.

C. H. CARLISLE

COL. HUGH CLARK

R. R. CORSON

JOHN S. DICKSON

HON. RAY LAWSON, O.B.E., LL.D.

PROF. M. A. MACKENZIE, M.A., F.I.A.

THE RT. HON. ARTHUR MEIGHEN, K.C., P.C.

THE RT. HON. LORD QUEENBOROUGH, G.B.E.

G. HARRISON SMITH

COL. M. C. G. MEIGHEN, O.B.E.

COLIN W. WEBSTER

## OFFICERS

THE RT. HON. ARTHUR MEIGHEN, K.C., P.C. - - - - - *President*

COL. M. C. G. MEIGHEN, O.B.E. - - - - - *Vice-President*

MISS E. M. STRAIN - - - - - *Secretary*

D. E. STEWART - - - - - *Treasurer*

## AUDITOR

A. D. DOWNIE, C.A. - - - - - *Toronto*

# CANADIAN GENERAL INVESTMENTS LIMITED



TO THE SHAREHOLDERS:

Herewith is submitted the Annual Report of your Company for the year ending December 31, 1948, and Balance Sheet, Profit and Loss and Surplus Account, and Capital Surplus Distributable Account, as certified by your Company's Auditor.

Investments as at December 31, 1948, consisting entirely of Marketable Securities for which quotations were available, had an apparent liquidation value of \$13,849,401. Total net assets had an apparent liquidation value of \$13,950,022, or \$23.22 per issued share. This compares with \$13,540,281 or \$22.54 per issued share, as at December 31, 1947.

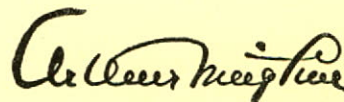
The above investments appear on the Balance Sheet at \$9,481,612. This compares with total book value of \$9,032,380 at December 31, 1947. During the year a net loss of \$62,883 was taken on sales of securities. The loss on sale of securities reflects mainly the realization of a reduction in market value of substantial holdings in International Petroleum Company Limited which your Company had carried for a long period. A substantial portion of these holdings was sold, and to the extent that shares of Standard Oil Company of New Jersey were accepted in exchange for International Petroleum shares, they were written down by your Directors to actual market values.

Quarterly dividends were declared during the year, payable as follows: April 15, 1948, at the rate of seventeen and one-half cents per share plus a bonus of twenty cents per share; July 15, October 15, 1948, and January 15, 1949, at the rate of twenty cents per share. These dividends required \$585,573. After deducting this amount from the net income a balance of \$122,887 remained, which was added to Surplus Account. This, on December 31, 1948, stood at \$1,369,235.

A regular dividend of twenty cents a share plus a bonus of twenty-one cents a share has been declared payable April 15, 1949. These payments being made in respect of earnings for 1948, make total dividends for that year \$1.01. In order to gain the advantage of Dominion tax provisions applicable to Investment Trusts, your Company is required to pay in dividends not less than 85% of its net income as therein defined. These provisions have been complied with.

Submitted on behalf of the Board.

Toronto, February 2, 1949.



President.

# CANADIAN GENERAL INVESTMENTS LIMITED

## BALANCE SHEET – DECEMBER 31 1948

ASSETS	LIABILITIES
CASH IN BANK ..... \$ 46,945.76	SECURITIES PURCHASED ..... \$ 6,533.12
MARKETABLE SECURITIES ..... \$9,481,612.22	DIVIDENDS PAYABLE ..... 122,552.59
NOTE: The indicated value of the above investments on the basis of market quotations at December 31 1948 was \$13,849,401.00.	\$ 129,085.71
Add—Accrued interest and dividends thereon to December 31 1948 ..... 182,761.57	RESERVE FOR INVESTMENTS (Mines) ..... 117,106.24
9,664,373.79	SHARE CAPITAL:
	Authorized—
	1,000,000 shares of no par value.
	Issued and outstanding—
	600,589 shares at \$5.00 each ..... \$3,002,945.00
	CAPITAL SURPLUS DISTRIBUTABLE ..... 5,092,947.19
	SURPLUS ACCOUNT ..... 1,369,235.41
	TOTAL CAPITAL AND SURPLUS ..... \$9,465,127.60
\$9,711,319.55	\$9,711,319.55

Approved on behalf of the Board:

ARTHUR MEIGHEN, *Director*  
R. R. CORSON, *Director*

**AUDITOR'S REPORT TO THE SHAREHOLDERS:**

I have examined the books and accounts of Canadian General Investments Limited for the year ended December 31 1948 and all my requirements as auditor have been complied with.

I verified the Company's securities either by actual inspection or by certificates. The cash in bank was confirmed by certificates.

I report that, in my 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 as at December 31, 1948, according to the best of my information and the explanations received and as shown by the books of the Company.



*Chartered Accountant.*

Toronto, January 18, 1949.

# CANADIAN GENERAL INVESTMENTS LIMITED

## STATEMENT OF PROFIT AND LOSS

For the Year Ended December 31 1948

INCOME FROM INVESTMENTS .....	\$ 769,251.85	
Less—Transferred to Reserve for Investments (Mines) .....	27,332.00	
		<u>\$ 741,919.85</u>
EXPENSES:		
Management fee .....	\$ 30,000.00	
Directors' fees .....	210.00	
Miscellaneous .....	3,250.33	
		<u>33,460.33</u>
NET PROFIT FOR YEAR .....	\$ 708,459.52	<u><u>\$ 708,459.52</u></u>

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## SURPLUS ACCOUNT

For the Year Ended December 31 1948

BALANCE JANUARY 1, 1948 .....	\$1,246,348.66	
Add—Profit for year as above .....	\$ 708,459.52	
Less—Dividends paid or declared .....	585,572.77	
		<u>122,886.75</u>
BALANCE DECEMBER 31, 1948 .....	\$1,369,235.41	<u><u>\$1,369,235.41</u></u>

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## CAPITAL SURPLUS DISTRIBUTABLE

For the Year Ended December 31 1948

Balance January 1, 1948 .....	\$5,155,830.69	
Deduct—Net loss on securities sold and redeemed .....	62,883.50	
		<u>\$5,092,947.19</u>
BALANCE DECEMBER 31, 1948 .....	\$5,092,947.19	<u><u>\$5,092,947.19</u></u>

# CANADIAN GENERAL INVESTMENTS LIMITED

## SUMMARY OF INVESTMENTS

(On the Basis of Market Values as at December 31 1948)

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### CLASSIFICATION OF SECURITIES ACCORDING TO TYPE OF INVESTMENT:

	%
Cash .....	.49
Bonds and Debentures .....	5.03
Preferred Shares .....	44.89
Bank and Trust Companies .....	2.79
Common Shares .....	46.80
	<hr/> 100.00

### CLASSIFICATION ACCORDING TO GEOGRAPHICAL DISTRIBUTION:

	%
Canada .....	95.5
Great Britain .....	0.2
South and Central America .....	0.5
United States of America .....	3.8
	<hr/> 100.0

