UNITED AMUSEMENT CORPORATION

LIMITED

TWELFTH
ANNUAL
REPORT
1936

United Amusement Corporation
Limited

NOTICE

The Twelfth Annual General Meeting of Shareholders of United Amusement Corporation Limited will be held in the Rialto Theatre Building, 5711 Park Ave., Montreal, on Wednesday, 31st day of March, 1937, at Eleven o'clock A.M. for the reception of the Annual Report of the Board of Directors, to elect Directors and Auditors for the ensuing year, and the transaction of general business of the Company that may properly come before the meeting.

By Order of the Board,
E. F. McMAHON,
Secretary.

Montreal, 10th February, 1937.

. . . .

PROXY

Know all Men by these Presents *that Ernest A. Cousins and D. Allen Murray, respectively the President and the Vice-President of the UNITED AMUSEMENT CORPORATION LIMITED, are and either of them is hereby appointed the true and lawful attorney of the undersigned, with power of substitution, for and in the name of the undersigned, to vote at the Annual General Meeting of Shareholders of the said Company to be held on Wednesday, 31st March, 1937, or at any adjournment thereof, with all the powers which the undersigned would possess if personally present.*

In Witness Whereof these *presents have been executed by the undersigned this . . . . day of . . . . 1937.*

Witness: . . . .
Shareholder.

. . . .

United Amusement Corporation Limited

NOTICE is hereby given that a special general meeting of the shareholders of UNITED AMUSEMENT CORPORATION LIMITED will be held in the Rialto Theatre Building, 5711 Park Avenue, Montreal, on the 31st day of March, 1937, immediately following the annual general meeting of shareholders called for Eleven O'Clock in the forenoon of the same day, for the purpose of considering and if thought fit of approving and ratifying By-Laws Nos. 65, 66, 67, enacted by the directors, said by-laws reading as follows:—

BY-LAW No. 65

THAT the directors of the Company be and they are hereby authorized to invest such funds of the Company as they may deem expedient, in the purchase of stock of any other Company.

BY-LAW No. 66

THAT each, all and every resolution providing for the sale of the business and undertaking of the Company or for the sale or lease of any of its owned theatres shall require confirmation by the vote of 75% of the shares present or represented at any meeting of shareholders called to confirm and approve such resolution.

BY LAW No. 67

THAT notwithstanding the provisions of the general By-Laws of the Company, seven (7) days' notice sent by ordinary mail specifying the business to be transacted be given of all meetings of directors and of the Executive Committee.

And for the purpose of ratifying and confirming By-Law No. 31 as amended by the Directors of the Company, the said By-Law No. 31 as thus amended reading as follows:

BY-LAW No. 31

THAT By-Law No. 31 of the general by-laws of the Company be and all amendments and re-enactments thereof whensoever made are hereby repealed and said By-Law No. 31 is hereby re-enacted to read as follows:—

The Board of Directors of the said Company shall consist of ten members of whom five shall form a quorum.

And of considering and if thought fit of ratifying a resolution of the Directors providing for the writing off against profit and loss of the sum of $500,000, previously carried as an asset in respect to goodwill.

By order of the Board,

E. F. McMAHON,

Secretary.

Montreal, 8th February, 1937.

A UNITED THEATRE

A CANADIAN ENTREPRISE

Board of Directors

1936-1937

President

ERNEST A. COUSINS

Vice-Presidents

D. ALLEN MURRAY

P. G. DEMETRE

Managing Director

GEORGE GANETAKOS

W. C. PITFIELD

S. GODIN, Jr.

H. N. CHAUVIN, K.C.

J. J. FITZGIBBONS

N. L. NATHANSON

J. G. GANETAKOS

Secretary-Treasurer

E. F. McMAHON

Assistant Secretary-Treasurer

W. H. MANNARD

Bankers

THE ROYAL BANK OF CANADA

Auditors

MARROTTE, ANDERSON & CO.

Chartered Accountants

Annual Report of the Directors
For the Year ended
31st December, 1936

To the Shareholders:

Your Directors submit herewith the Twelfth Annual Report of the Corporation, together with Balance Sheet, as at the 31st December, 1936, and Profit and Loss Account for the twelve months ended that date, certified to by your auditors, Messrs. Marrotte, Anderson & Co., Chartered Accountants.

Net Revenue for the twelve months ended 31st December, 1936, after all operating expenses and the usual provisions for Depreciation and Bond Discount, amounted to $169,267.06 Bond, and Sundry Interest absorbed $68,132.65 leaving a net profit of $101,134.41 an increase of $29,039.42 over the previous twelve months and equivalent to approximately $1.33 per share on the 75,829 outstanding no par value shares of the Company. After providing for Dominion and Provincial Income Taxes and Dividends of Seventy cents per share, the amount of $30,512.61 has been transferred to the Surplus Account.

During the month of December, 1936, the new "Astor" theatre, in St. Lambert, Quebec, in which your Corporation have a fifty per cent (50%) interest, was opened and your Company received very favourable comments from the residents of the South Shore. This theatre seats approximately five hundred people and is the first of the air-conditioned theatres in the Province of Quebec.

In the month of February, the Company's new "Snowdon" theatre, located on Decarie Blvd. at Snowdon Junction, and seating one thousand will open to the public. Features of the building will include a vitrolite front, trimmed with stainless steel, also one of the finest air-conditioning and summer cooling plants, spring and rubber cushioned seats, special acoustic treatment of walls and ceiling, and the latest in sound equipment.

Plans are now being prepared for three new theatres to be erected in Montreal and district, during the present year.

Respectfully submitted,

For the Directors,

ERNEST A. COUSINS,

President.

Montreal, February 3rd, 1937.

United Amusement

BALANCE SHEET AT

ASSETS

FIXED—At Cost		
Land and Buildings	$ 2,341,902.35	
General Equipment	286,442.46	
Leasehold Theatre	83,646.91	
Sound Equipment	27,050.43	
		$2,739,042.15
INTERESTS IN ASSOCIATED ENTERPRISES		447,565.52
CURRENT:		
Supplies on Hand	3,614.74	
Accounts Receivable	4,827.63	
Bonds: United Amusement Corporation Limited	103,837.50	
Cash on Hand and in Bank	154,260.17	
		266,540.04
DEFERRED CHARGES TO OPERATIONS:		
Taxes, Licenses, Insurance, etc	44,065.66	
Bond Underwriting Expense	118,428.34	
		162,494.00
GOODWILL AND FRANCHISE:		
Goodwill (less: written off $500,000.00)	170,290.78	
Franchise (less: written off $402,800.00)	299,200.00	
		469,490.78
		$4,085,132.49

Approved on behalf of the Board:

ERNEST A. COUSINS, } Directors.
D. A. MURRAY,

CERT

To the Shareholders of

UNITED AMUSEMENT CORPORATION LIMITED.

We have audited the Books and Accounts of UNITED AMUSEMENT CORPORAT all the information and explanations we have required, and that in our opinion, the above Ba Corporation's affairs at 31st December, 1936, according to the best of our information and

Dated at Montreal,
21st January, 1937.

Corporation Limited

31st DECEMBER, 1936

LIABILITIES AND CAPITAL

5% FIRST MORTGAGE SINKING FUND BONDS:			
Authorized	$2,500,000.00		
Series "A", Due 1956:			
Authorized and Issued			$1,250,000.00
CURRENT:			
Accounts Payable		$ 13,405.78	
Bond Interest Accrued		26,041.65	
Accrued Charges		4,100.96	
Federal and Provincial Income Taxes		16,633.33	
			60,181.72
RESERVES:			
Depreciation		717,970.15	
Insurance Fund		17,318.06	
			735,288.21
CAPITAL STOCK:			
Authorized:			
100,000 Shares of No Par Value, divided into:			
75,000 Class "A" Shares.			
25,000 Class "B" Non-Voting Shares.			
Issued:			
67,708 Class "A" Shares		1,596,700.00	
8,121 Class "B" Non-Voting Shares		203,025.00	
Subscribed:			
5,000 Class "B" Non-Voting Shares at $10.00 per share	$ 50,000.00		
Less: Unpaid thereon	50,000.00	—	
			1,799,725.00
SURPLUS			239,937.56
Contingent Liability: As guarantor of the principal and interest, 5½% First Mortgage $190,000.00, on the Theatre Francais			$4,085,132.49

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ON LIMITED for the year ended 31st December, 1936. We certify that we have obtained
nce Sheet is properly drawn up so as to exhibit a true and correct view of the state of the
explanations given to us and as shown by the books.

MARROTTE, ANDERSON & CO.,
Chartered Accountants,
Auditors.

United Amusement Corporation Limited

PROFIT AND LOSS ACCOUNT

For the Year Ended 31st December, 1936

Theatre Operating Profits		$ 189,747.43	
Property Revenue		85,261.20	
Other Income		63,131.18	
Profit on Bonds retired		327.54	
			$ 338,467.35
Administrative and General Expenses		$ 84,198.93	
Depreciation:			
Buildings	$ 34,093.03		
Equipment	13,083.84		
Leasehold Theatre	5,835.84		
Franchise	25,000.00		
		78,012.71	
Bond Interest	$ 68,132.65		
Bond Underwriting Expense	6,988.65		
		75,121.30	
			$ 237,332.94
Net Profit for year			101,134.41
			$ 338,467.35

SURPLUS ACCOUNT

At 31st December, 1936

Balance at 1st January, 1936	$ 812,224.95	
Add: Net Profit for year ended 31st December, 1936	101,134.41	
		$ 913,359.36
APPROPRIATIONS		
Dividends	$ 52,641.70	
Federal and Provincial Income Taxes	17,980.10	
Amount written off Goodwill Account	500,000.00	
Additional amount written off Franchise for the fiscal periods 1933 to 1936, inclusive	102,800.00	
		$ 673,421.80
BALANCE		
Surplus at date of Incorporation	$ 93,336.07	
Unappropriated Profits	146,601.49	
		239,937.56
		$ 913,359.36

General Offices
United Amusement Bldg.,
5887 Monkland Ave.,
MONTREAL

United Amusement Corporation and Associated Theatres.

AMHERST	St. Catherine St. E.	at	Amherst St.	MONTREAL
BELMONT	Mount Royal Ave. W.	"	St. Lawrence Blvd.	"
CORONA	Notre Dame St. W.	"	Charlevoix St.	"
FRANCAIS	St. Catherine St. E.	"	St. Lawrence Blvd.	"
MONKLAND	Monkland Ave.	"	Girouard Ave.	"
MOUNT ROYAL	Laurier Ave. W.	"	Esplanade Ave.	"
PAPINEAU	Papineau Ave.	"	Mt. Royal Ave.	"
PLAZA	St. Hubert St.	"	Beaubien St.	"
REGENT	Park Ave.	"	Laurier Ave.	"
RIALTO	Park Ave.	"	Bernard Ave.	"
RIVOLI	St. Denis St.	"	Belanger St.	"
ROSEMOUNT	Masson St.	"	11th Avenue	"
SEVILLE	St. Catherine St. W.	"	Chomedy St.	"
SNOWDON	Decarie Boulevard	"	Queen Mary Road	"
STRAND	St. Catherine St. W.	"	Mansfield St.	"
WESTMOUNT	Sherbrooke St. W.	"	Grey Ave.	"
GRANADA	St. Catherine St. East	"	Morgan Boulevard	MAISONNEUVE
ASTOR	Victoria Ave.			ST. LAMBERT Quebec
GRANADA	Wellington St.			SHERBROOKE Quebec
PREMIER	King St. West			SHERBROOKE Quebec
HIS MAJESTY'S	Wellington St.			SHERBROOKE Quebec
EMPRESS	Notre Dame St.			LACHINE Quebec
ROYAL ALEXANDRA	Notre Dame St.			LACHINE Quebec

United Amusement Corporation Limited

ANNUAL REPORT

31st DECEMBER, 1936