

**UNITED AMUSEMENT
CORPORATION
LIMITED**

**TWENTY-FIFTH ANNUAL REPORT
TO SHAREHOLDERS**

For the fiscal period ended December 31st, 1949

PURVIS HALL
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MCGILL UNIVERSITY



BOARD OF DIRECTORS

1949



Chairman of the Board
ERNEST A. COUSINS

President and Managing Director
GEORGE GANETAKOS

Vice-Presidents
JOHN G. GANETAKOS
WILLIAM G. LESTER

HUGH MACKAY
S. GODIN
G. H. BEESTON

J. J. FITZGIBBONS
R. W. BOLSTAD
W. H. GILES

Secretary-Treasurer
W. H. MANNARD

Assistant Secretary-Treasurer
WM. DEVEAULT

Bankers
THE ROYAL BANK OF CANADA

Registrars
THE CANADIAN TRUST COMPANY

Transfer Agents
MONTREAL TRUST COMPANY

Auditors
MARROTTE, & COMPANY
Chartered Accountants

Annual Report of the Directors

For the Fiscal Period Ended

31st December, 1949.

TO THE SHAREHOLDERS:

Your Directors present for your approval the Twenty-fifth Annual Report of your Corporation, together with Balance Sheet at 31st December 1949 and Profit and Loss Account for the fiscal period ended that date.

Net Profits for the period after providing for all operating costs and full depreciation and for Federal and Provincial Income Taxes amounted to \$386,186.96 approximately \$4.78 per share.

Dividends paid during the year amounted to \$141,450.75 equivalent to \$1.75 per share on the outstanding 80,829 No Par Value Shares.

On the 1st of February 1949, your Company redeemed \$50,000.00 of 3% Serial Bonds maturing on that date.

Most of your Company's theatres have now been equipped with candy counters and soft drink dispensing machines. This new service is providing a very satisfactory increase in net earnings.

It is with deep regret that we announce the loss of two of your Directors through the deaths of Mr. H. N. Chauvin, K.C. and Mr. D. A. Murray, Vice-President and Comptroller of your Company for many years.

May I, at this time, express the appreciation of your Directors for the loyalty and co-operation of the executive and employees, and acknowledge to our patrons that we are very grateful for their continued support. To all of them we extend our sincere thanks.

Submitted on behalf of the Board

A handwritten signature in cursive script, reading "Gro. Ganetako".

MONTREAL, MARCH 28, 1950.

President

UNITED AMUSEMENT CORPORATION

BALANCE SHEET

at 31st December 1949

ASSETS

CURRENT

Cash on Hand and in Bank.....	\$ 621,809.97	
Accounts Receivable.....	54,940.83	
Refundable Portion of Excess Profits Tax — due 31st March 1950.....	20,821.08	
Due from Employees on purchase of Savings Bonds — Secured.....	18,582.00	
Supplies on Hand.....	47,045.24	\$ 763,199.12

INVESTMENTS

Dominion of Canada Bonds — at Cost.....	55,197.50	
Associated Enterprises.....	958,973.80	
Mortgage on Land and Buildings.....	135,000.00	1,149,171.30

DEFERRED ASSET

Refundable Portion of Excess.....		
Profits Tax — due after 1950.....		34,804.03

FIXED — AT COST

Land.....		655,596.84
Buildings.....	\$2,953,530.20	
Equipment.....	504,171.00	
	3,457,701.20	
Less: Depreciation.....	1,966,577.79	1,491,123.41
		2,146,720.25

DEFERRED CHARGES TO OPERATIONS

Taxes, Licenses and Insurance, Repairs and Replacements	88,068.88	
Bond Underwriting Expense.....	53,214.00	141,282.88

GOODWILL AND FRANCHISE

(Less: Written Off \$1,027,600.00).....		344,690.78
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APPROVED ON BEHALF OF THE BOARD:

GEORGE GANETAKOS. { Director.
WILLIAM G. LESTER. { Director.

\$4,579,868.36

CERTIFICATE

To the Shareholders of

UNITED AMUSEMENT CORPORATION LIMITED.

We have examined the books and accounts of UNITED AMUSEMENT CORPORATION and all the information and explanations we have required and that, in our opinion, the above Balance Sheet represents a true and correct statement of the assets and liabilities of the Corporation's affairs as at 31st December 1949, according to the best of our information and the explanation given to us.

Dated at Montreal, 22nd March 1950.

CORPORATION LIMITED

SHEET

December, 1949

LIABILITIES AND CAPITAL

CURRENT

Accounts Payable.....	\$	92,054.36	
Bond Interest and Other Accrued Charges.....		30,526.30	
Income Taxes Accrued — less paid.....		93,436.21	\$ 216,016.87

MORTGAGE PAYABLE

4½% First Mortgage on Ahuntsic Theatre Property — repayable in monthly instalments — due 1957.....			54,382.78
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FIRST MORTGAGE SERIAL AND SINKING FUND BONDS

Authorized..... \$2,500,000.00

Issued: \$1,250,000.00 of which \$200,000.00 have matured

Outstanding:

3 % Serial Bonds due 1st February 1950 to 1st February 1951.....	100,000.00	
3½% Serial Bonds due 1st February 1952 to 1st February 1954.....	150,000.00	
4 % Sinking Fund Bonds due 1st February 1965....	800,000.00	1,050,000.00

INSURANCE RESERVE

(For Possible Future Losses on Self-Insured Minor Risks)...		67,442.83
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CAPITAL STOCK

Authorized:

100,000 Shares of No Par Value
(75,000 Class "A" Shares
25,000 Class "B" Non Voting Shares)

Issued:

67,708 Class "A" Shares.....	1,596,700.00	
13,121 Class "B" Shares.....	253,025.00	1,849,725.00

SURPLUS

Capital — At Date of Incorporation.....	93,336.07	
Deferred — Refundable Portion of Excess Profits Tax.....	55,625.11	
Earned — Statement Attached.....	1,193,339.70	1,342,300.88
		<u>\$4,579,868.36</u>

CATE

WILLIAM MARROTTE & COMPANY LIMITED for the fiscal period ended 31st December 1949. We certify that we have obtained the necessary information and that the Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Corporation at the end of the period and of the transactions given to us, and as shown by the books.

MARROTTE & COMPANY

Chartered Accountants.

UNITED AMUSEMENT CORPORATION LIMITED

PROFIT AND LOSS ACCOUNT

For the Fiscal Period ended 31st December 1949

Theatre Operating Profits — before Taxes, Licenses and Depreciation.....	\$1,174,511.03		
Property Revenue — before Taxes, Licenses and Depreciation.....	55,314.85		
Other Income.....	166,353.81	\$1,396,179.69	
Administration and General Expenses.....	186,992.26		
Taxes — excluding Import, Sales and Excise Taxes:			
Amusement Tax.....	\$284,554.92		
General Taxes and Licenses.....	119,356.86		
Provision for Dominion and Provincial Income Taxes.....	233,436.21	637,347.99	
Depreciation—Building.....	117,753.17		
—Equipment.....	21,635.47	139,388.64	
Bond and Other Interest.....	42,735.84		
Bond Underwriting Expense.....	3,528.00	46,263.84	1,009,992.73
Net Profit for Period (After Income Taxes).....		\$	<u><u>386,186.96</u></u>

EARNED SURPLUS ACCOUNT

At 31st December, 1949

Balance at 2nd January 1949.....	\$	933,586.41
<i>Add:</i>		
Refundable Portion of Excess Profits Tax — 1943 — received.....		22,076.02
Profit on Sale of Equipment and Investments.....		9,682.95
		965,345.38
<i>Deduct:</i>		
Adjustments affecting prior periods.....		16,741.89
		948,603.49
<i>Add:</i>		
Net Profit for Fiscal Period ended 31st December 1949 (After Income Taxes).....		386,186.96
		<u><u>\$1,334,790.45</u></u>

APPROPRIATIONS

Dividends Paid.....	\$	141,450.75
Balance of Unappropriated Profits.....		1,193,339.70
		<u><u>\$1,334,790.45</u></u>

GENERAL OFFICES
United Amusement Building
5887 Monkland Ave.,
MONTREAL

United Amusement Corporation Limited and Associated Theatres
in the Province of Quebec

AVON	Laurier Ave. W.	at Esplanade Ave.	MONTREAL
BELMONT	Mount Royal Ave. W.	" St Lawrence Blvd.	"
CORONA	Notre Dame St. W.	" Charlevoix St.	"
FRANCAIS	St. Catherine St. E.	" St. Lawrence Blvd.	"
GRANADA	St. Catherine St. E.	" Morgan Blvd.	"
LAVAL	St. Denis St.	" Mt. Royal Ave.	"
MONKLAND	Monkland Ave.	" Girouard 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	"
SNOWDON	Decarie Boulevard	" Queen Mary Road	"
STRAND	St. Catherine St. W.	" Mansfield St.	"
VAN HORNE	Cote des Neiges	" Van Horne Ave.	"
WESTMOUNT	Sherbrooke St. W.	" Grey Ave.	"
YORK	St. Catherine St. W.	" Guy St.	"
SAVOY	Wellington St.	" Willibrord St.	VERDUN
AVENUE	Greene Ave.	" St. Catherine St.	WESTMOUNT
ASTOR	Victoria Ave.		ST. LAMBERT
VICTORIA	Victoria Ave.		ST. LAMBERT
GRANADA	Wellington St. N.		SHERBROOKE
EMPRESS	Notre Dame St.		LACHINE
ROYAL ALEXANDRA	Notre Dame St.		LACHINE
MASKA	L'Hôtel Dieu St.		ST. HYACINTHE
IMPERIAL	Richelieu St.		ST. JOHNS
NORMANDIE	Monkland Boulevard		ST. LAURENT
AHUNTSIC	Kelly St.		AHUNTSIC
CARTIER	Cartier Ave.		QUEBEC
EMPIRE	de la Fabrique		QUEBEC
LAIRET	Third Ave.		LIMOILLOU
RIALTO	First Ave.		LIMOILLOU

Confederation Amusements Limited

EMPRESS	Sherbrooke St. West	at Old Orchard	MONTREAL
CHATEAU	St. Denis St.	" Belanger St.	"
MAISONNEUVE	Ontario St. East	" La Salle Boulevard	"
CARTIER	Notre Dame St. West	" Convent	"
DOMINION	Papineau Ave.	" Mt. Royal Ave.	"
OUTREMONT	Bernard Ave. West	" Champagneur	"

