

*UNITED AMUSEMENT
CORPORATION
LIMITED*



*THIRD
ANNUAL*

*REPORT
FOR THE
1927*

MAR 11 1946

MCGILL UNIVERSITY

United Amusement Corporation

Limited

NOTICE

The Third Annual General Meeting of Shareholders of United Amusement Corporation, Limited, will be held in the Regent Theatre, 5117 Park Ave., Montreal, on Wednesday, the 30th day of November, 1927, at Eleven o'clock A.M., for the reception of the Annual Report of the Board of Directors, the Election of Directors, Auditors, 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, 28th October, 1927.

That your shares may be represented at the meeting, kindly sign and return the enclosed Proxy to the Secretary, 12 Mayor St., Suite No. 23, Montreal.

Board of Directors

1926-1927

President

ERNEST A. COUSINS

Vice-President

ISIDORE CRÉPEAU

Managing-Director

GEORGE GANETAKOS

JAMES E. BROOKS

P. G. DEMETRE

D. ZARAFONITES

J. P. BICKELL

LEON PAYETTE

D. A. MURRAY

(Comptroller)

N. L. NATHANSON

Secretary-Treasurer

E. F. McMAHON

Bankers

THE ROYAL BANK OF CANADA

Auditors

P. A. GAGNON, C.A.

and

MARROTTE, ANDERSON & CO.

Chartered Accountants

United Amusement Corporation

Limited

To The Shareholders—

Your Directors submit herewith Balance Sheet and Statement of Operations for the year ended 31st August, 1927.

The total theatre operating profits and other income for the year amounted to \$362,843.13. After deducting administrative expenses, and depreciation on buildings and equipment, leaseholds, franchise, and mortgage interest, there remains a net profit of \$202,021.96, an increase of \$29,421.45 over the previous year.

In order to provide funds for the extension of your Company's business through construction or acquisition of additional theatres, as well as for the retirement of outstanding purchase money mortgages and 8% Cumulative Preferred Stock, your Directors on 8th August, 1927, authorized the creation and issue of First Mortgage 15-Year Sinking Fund Gold Bonds in the aggregate principal amount of \$3,500,000; of which \$1,500,000 were subsequently issued as Series "A," bearing interest at 6% per annum. This action of your Directors as well as confirmation of by-law providing for retirement of the Preferred Stock and the changing of the Common Stock into shares of no par value, was approved at a special general meeting of shareholders held on 23rd September, 1927. The bond issue was sold to Royal Securities Corporation, Limited, and was distributed to investors throughout Canada. It is satisfactory to note, as indicating the confidence of shareholders in the future of your Company, that a large number of Preferred Shareholders elected to purchase your Company's Bonds.

As these changes in capitalization did not become effective until after the close of the fiscal year covered by this Report, they are not shown in the accompanying Balance Sheet.

During the year dividends of 8% on the Preferred and 2% on the Common Stock were paid amounting to \$87,258.00.

The usual repairs and theatre maintenance have been carried out and the properties of your Company are in excellent condition.

Respectfully submitted,

*E. A. COUSINS,
President.*

Montreal, 28th October, 1927.

United Amusement

BALANCE SHEET

ASSETS

FIXED:

Land and Buildings.....	\$1,301,548.97	
Leasehold Theatres.....	283,601.78	
General Equipment.....	224,018.29	
		<u>\$1,809,169.04</u>

INVESTMENTS AND DEPOSIT:

Interests in Other Enterprises.....	\$ 26,740.00	
Life Insurance Equity.....	1,250.00	
Guarantee Deposit with Lessor.....	4,000.00	
		<u>31,990.00</u>

CURRENT:

Supplies on Hand.....	\$ 3,063.71	
Accounts Receivable.....	2,350.05	
Cash on Hand.....	1,665.00	
		<u>7,078.76</u>

DEFERRED CHARGES TO OPERATIONS:

Insurance, Taxes and Licenses Unexpired.....	18,524.11	
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GOODWILL AND FRANCHISE:.....	1,372,290.78	
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Approved on behalf of the Board:

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

\$3,239,052.69

To the Shareholders of

UNITED AMUSEMENT CORPORATION, LIMITED

We have audited the Books and Accounts of UNITED AMUSEMENT CORPORATION, and obtained all the information and explanations we have required, and that in our opinion the state of the Company's affairs according to the best of our information and the explanation

Dated at MONTREAL,
12th October, 1927.

CERT

Corporation, Limited

31st AUGUST, 1927

LIABILITIES AND CAPITAL

CAPITAL STOCK:

Authorized:

8% Cumulative Preferred.....	\$1,000,000.00
Common.....	2,000,000.00
	<u>\$3,000,000.00</u>

Issued and Fully Paid:

8% Cumulative Preferred, 7,155 Shares of \$100.00 each.....	\$ 715,500.00	
Common, 15,009 Shares of \$100.00 each.....	1,500,900.00	
	<u> </u>	\$2,216,400.00

MORTGAGES ON LAND AND BUILDINGS..... 213,250.00

RESERVES:

Depreciation and Renewals.....	\$ 420,321.07	
Franchise.....	75,000.00	
Insurance Fund.....	939.77	
	<u> </u>	496,260.84

CURRENT:

Accounts Payable.....	\$ 6,462.98	
Mortgage Interest and Other Accrued Charges.....	17,642.46	
Bank Overdraft.....	1,949.47	
	<u> </u>	26,054.91

SURPLUS..... 287,086.94

NOTE:—No provision has been made for Federal Income Tax for the year ended 31st August, 1927. \$3,239,052.69

CERTIFICATE

ATTEST, We, the Board of Directors of the Corporation, Limited, for the year ended 31st August, 1927. We certify that we have examined the above Balance Sheet and find it properly drawn up so as to exhibit a true and correct view of the assets and liabilities of the Corporation as given to us and as shown by the Books.

P. A. GAGNON,	} Auditors.
Chartered Accountant.	
MARROTTE, ANDERSON & CO.,	
Chartered Accountants.	

United Amusement Corporation, Limited

PROFIT AND LOSS ACCOUNT

For the Year Ended 31st August, 1927

By Theatre Operating Profits.....	\$311,189.69	
Property Revenue.....	23,434.99	
Other Income.....	28,218.45	
	<u> </u>	<u>\$362,843.13</u>
To Administrative Salaries and Expenses.....	\$ 50,439.12	
Depreciation—Buildings.....	\$25,792.30	
Equipment.....	31,323.28	
Leasehold Theatres.....	12,325.23	
Franchise.....	25,000.00	
	<u> </u>	<u>\$ 94,440.81</u>
	\$144,879.93	
Mortgage Interest.....	15,941.24	
	<u> </u>	<u>\$160,821.17</u>
Net Profit for year ended 31st August, 1927.....		202,021.96
		<u>\$362,843.13</u>

SURPLUS ACCOUNT

at 31st August, 1927

Balance at 1st September, 1926	\$172,651.64	
Less: Adjustment of Income Tax affecting prior period..	328.66	
	<u> </u>	
	\$172,322.98	
Net Profit for year ended 31st August, 1927.....	202,021.96	
	<u> </u>	<u>\$374,344.94</u>

APPROPRIATIONS

Dividends at 8% per annum on Preferred Stock.....	\$ 57,240.00	
Dividends at 2% per annum on Common Stock.....	30,018.00	
	<u> </u>	87,258.00

BALANCE

At credit at date of incorporation.....	\$ 93,336.07	
Balance of unappropriated profits.....	193,750.87	
	<u> </u>	287,086.94
		<u>\$374,344.94</u>

United Amusement Corporation
Limited

General Offices
12 Mayor Street. Suite 23
MONTREAL

THEATRES

<i>AMHERST</i>	<i>St. Catherine St. E.</i>	<i>at Amherst St.</i>	<i>MONTREAL</i>
<i>BELMONT</i>	<i>14 Mount Royal Ave. W.</i>	<i>" St. Lawrence</i>	<i>"</i>
<i>CORONA</i>	<i>1374 Notre Dame St. W.</i>	<i>" Charlevoix</i>	<i>"</i>
<i>MOUNT ROYAL</i>	<i>143 Laurier Ave. W.</i>	<i>" Esplanade</i>	<i>"</i>
<i>PAPINEAU</i>	<i>4519 Papineau Ave.</i>	<i>" Mt. Royal Ave.</i>	<i>"</i>
<i>PLAZA</i>	<i>6505 St. Hubert St.</i>	<i>" Beaubien St.</i>	<i>"</i>
<i>REGENT</i>	<i>5117 Park Ave.</i>	<i>" Laurier Ave.</i>	<i>"</i>
<i>RIALTO</i>	<i>5723 Park Ave.</i>	<i>" Bernard Ave.</i>	<i>"</i>
<i>RIVOLI</i>	<i>6904 St. Denis St.</i>	<i>" Belanger St.</i>	<i>"</i>
<i>ROSEMOUNT</i>	<i>3240 Masson St.</i>	<i>" 11th Avenue</i>	<i>"</i>
<i>STRAND</i>	<i>424 St. Catherine St. W.</i>	<i>" Mansfield St.</i>	<i>"</i>
<i>WESTMOUNT</i>	<i>5038 Sherbrooke St. W.</i>	<i>" Grey Ave.</i>	<i>"</i>

Art & Electrical Shop
111 Mansfield Street
Montreal

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31ST AUGUST, 1927*
