

CASSIDY'S LIMITED



ANNUAL
REPORT
1941

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CASSIDY'S LIMITED



HEAD OFFICE

51 St. Paul Street West, Montreal

BRANCHES

Montreal, Toronto, Vancouver

BOARD OF DIRECTORS

ARNOLD WAINWRIGHT, K.C., Chairman

N. M. YUILE

N. A. PRENTICE

HUGH DAVIDSON

H. N. BOOTH

A. N. MCKAY

W. S. YUILE

Lt.-Col. I. P. REXFORD

LESLIE H. BOYD, K.C.

OFFICERS

PRESIDENT - - - - - N. M. YUILE

VICE-PRESIDENT - - - - - N. A. PRENTICE

SECRETARY-TREASURER - - - - - GEORGE MUIR

TRANSFER AGENTS

THE ROYAL TRUST COMPANY

REGISTRARS

BANK OF MONTREAL

BANKERS

BANK OF MONTREAL

AUDITORS

PRICE, WATERHOUSE & CO.

Report of the Directors



TO THE SHAREHOLDERS OF
CASSIDY'S LIMITED:

Your Directors take pleasure in submitting the Consolidated Balance Sheet of your Company and Associated Companies and a Consolidated Statement of Surplus at December 31st, 1941, and a Consolidated Statement of Income and Expenditure for the year ended on said date, together with the Auditors' Report thereon.

Although the Operating Profit for the year ended December 31st, 1941, exceeded the corresponding figure for the preceding year by \$435,033.81 this was almost offset by the increase in the Provision for Income and Excess Profits Taxes for the year.

After paying dividends totalling 7% on the outstanding Cumulative Preferred Share Capital, the Earned Surplus shows an increase of \$70,138.94, which your Directors regard as satisfactory.

Business continues at a high level and essential war work takes a large proportion of your Company's output but the uncertainty due to restrictions affecting many of our supplies makes any forecast for the future impossible.

Respectfully submitted on behalf of the Board,

N. M. YUILE,
President.

MONTREAL, April 16th, 1942.

CASSIDY'S LIMITED and ASSOCIATED COMPANIES

IN CANADA AND ENGLAND

CONSOLIDATED BALANCE SHEET, DECEMBER, 31, 1941

ASSETS			LIABILITIES	
REAL ESTATE, BUILDINGS, PLANT, FURNITURE AND FIXTURES, ETC.			CAPITAL STOCK:	
In Canada (at cost, less written off)	\$888,057.10		<i>Authorized—</i>	
In England (Elkington & Co. Limited and Associated Company) at cost, less depreciation written off.	506,639.56		55,897 Seven per cent Cumulative Preferred Shares of \$100.00 each \$5,589,700.00	
			100,000 Common Shares of \$1.00 each 100,000.00	
			<u>\$5,689,700.00</u>	
		\$1,394,696.66	<i>Issued—</i>	
CURRENT ASSETS:			Seven per cent Cumulative Preferred Shares 16,238 \$1,623,800.00	
Inventories of stocks on hand as determined and certified by responsible officials of the Company, valued at the lower of cost or market price	\$1,721,111.52		<i>Less: Held by Associated Company 70 7,000.00</i>	
Trade Accounts and Bills Receivable (less Reserve of \$85,576.15 for bad and doubtful accounts)	1,259,231.39		Shares <u>16,168</u>	\$1,616,800.00
Other Accounts Receivable	5,444.16		Common Shares 100,000 \$ 100,000.00	
Miscellaneous investments at book value	5,077.00		<i>Less: Held by Associated Companies 25,835 25,835.00</i>	
Cash on hand and in bank	144,568.46		Shares <u>74,165</u>	74,165.00
		3,135,432.53		<u>\$1,690,965.00</u>
INSURANCE AND TAXES, ETC., PREPAID		20,185.63	CURRENT LIABILITIES:	
			Accounts Payable \$ 553,821.87	
			Shareholders' Loans 253,727.24	
			Reserve for Income and Other Taxes 730,466.95	
				1,538,016.06
			RESERVES:	
			For Buildings \$ 225,209.20	
			For Furniture, Fixtures and Fittings, etc. 260,002.40	
			For Contingencies 17,993.68	
				503,205.28
			CAPITAL RESERVE:	
			Difference between par value and cost of the Company's preferred shares held by Associated Company 3,975.00	
			EARNED SURPLUS, per statement attached 814,153.48	
			NOTE:—Preferred dividends accumulated and unpaid to December 31, 1941, \$282,940.00	
		<u>\$4,550,314.82</u>		<u>\$4,550,314.82</u>

NOTE—In the conversion into Canadian currency of the assets and liabilities of subsidiary companies in England as at December 31, 1941, for purposes of consolidation, an exchange adjustment of \$57.88 for the year ended on that date was determined. In accordance with recent years' procedure, this amount has been charged to Reserve for Contingencies.

AUDITORS' REPORT TO THE SHAREHOLDERS:

We have made an examination of the consolidated balance sheet of Cassidy's Limited and Associated Companies as at December 31, 1941, and of the relative consolidated statement of profit and loss and earned surplus, in connection therewith, while we did not make a detailed audit of the transactions, we examined or tested accounting records of Cassidy's Limited and its Associated Company in Canada and have been furnished with financial statements as at December 31, 1941, of Associated Companies in England whose books and accounts have been examined by independent auditors, and have received all the information and explanations which we have required.

Based upon our examination we report that the above consolidated balance sheet at December 31, 1941, in our opinion, is properly drawn up so as to exhibit a true and correct view of the combined state of the Companies' affairs, according to the best of our information and the explanations given to us and as shown by the books of the Companies we have examined and by the financial statements submitted to us.

Approved on behalf of the Board:

ARNOLD WAINWRIGHT, *Chairman.*
N. M. YUILE, *Director.*

PRICE, WATERHOUSE & CO.,
Auditors.

Montreal, April 14, 1942.

CASSIDY'S LIMITED

AND ASSOCIATED COMPANIES

IN CANADA AND ENGLAND



CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND EARNED SURPLUS, DECEMBER 31, 1941

Combined profits from operations for the year ending December 31, 1941, before taking into account the items shown below		\$1,155,396.64
DEDUCT:		
Depreciation on buildings, plant and equipment and amortization of leases	\$ 76,997.12	
Bad Debts	10,835.67	
Interest on loans	21,131.10	
Salaries of executive officers (including associated companies)	86,009.45	
Directors' fees	3,235.12	
Legal Expenses	776.71	
Provision for income and excess profits taxes in respect of 1941 profits	718,998.45	917,983.62
Operating profit for the year		\$ 237,413.02
Earned surplus, balance December 31, 1940 . . .	\$ 744,014.54	
<i>Deduct:</i> Additional provision for British Income Taxes in respect of 1940 profits	54,098.08	689,916.46
		\$ 927,329.48
<i>Deduct:</i> Dividends paid on preferred stock to June 30, 1939 (7%)		113,176.00
Earned surplus, Balance December 31, 1941 . . .		<u>\$ 814,153.48</u>

