

CONSUMERS GLASS
COMPANY LIMITED

Annual Report

AUGUST 31, 1944



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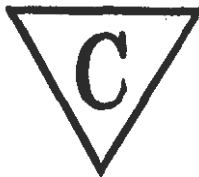
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McGILL UNIVERSITY

CONSUMERS GLASS
COMPANY LIMITED

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CONSUMERS GLASS COMPANY LIMITED

HEAD OFFICE—VILLE ST. PIERRE, P.Q.

DIRECTORS

E. J. BRUNNING, O.B.E.

G. FORD JONES

BRIAN HEWARD

J. A. KILPATRICK

C. G. HEWARD, K.C.

ARTHUR LYMAN

F. K. MORROW, O.B.E.

OFFICERS

J. A. KILPATRICK *Chairman of the Board*

E. J. BRUNNING, O.B.E. *President and General Manager*

ARTHUR LYMAN *Vice-President*

GEORGE MILNE *Secretary-Treasurer*

G. FORD JONES *Assistant Secretary*

Transfer Agent

THE ROYAL TRUST COMPANY, MONTREAL - TORONTO

Registrar

CROWN TRUST COMPANY, MONTREAL - TORONTO

Sales Offices

MONTREAL, P.Q.—1027 Canada Cement Co. Bldg.

TORONTO, ONT.—516 Terminal Warehouses Bldg.

Plant

VILLE ST. PIERRE, P.Q.

CONSUMERS GLASS COMPANY LIMITED

To the Shareholders:

Your Directors submit herewith the annual report of your Company for the fiscal year ended August 31, 1944, together with the financial statements and auditors' report for that year.

The results of the year's operations show a net profit of \$679,949.51, being \$2.13 per share, on the outstanding capital stock of the Company. The refundable portion of the Excess Profits Tax is \$77,367.69, deduction of which leaves a balance amounting to \$602,581.82 or \$1.89 per share.

Quarterly dividends at the rate of fifty cents per share have been paid, totalling \$639,140.00.

The productive facilities of your Company were fully occupied throughout the year, resulting in an increase in production. Ample supplies of raw material are now available to provide for full scale production and while suitable labor is difficult to obtain, some slight improvement was observed during the latter part of the fiscal year.

The Company's plant and machinery have been maintained in good condition during the year.

Your employees have made a substantial contribution to the war effort by subscribing \$117,695.00 for Victory Bonds and War Savings Certificates during the fiscal year.

The non-contributory Pension Plan referred to in the Report to the Shareholders for the year 1943, is now in full operation and is proving mutually beneficial to both your Company and its employees.

Your Directors take this opportunity to express their appreciation of the loyal and efficient services rendered by the officers and employees of the Company throughout the year, and particularly extend our good wishes to those employees serving in the Armed Forces.

Submitted on behalf of the Board of Directors.

E. J. BRUNNING,

President.

Ville St. Pierre, Que., November 14th, 1944.

CONSUMERS GLASS

BALANCE SHEET

ASSETS

Current:

Cash	\$ 756,585.24	
Accounts Receivable	\$406,231.78	
Less: Reserve	29,330.97	
	<u>376,900.81</u>	
Investments—Marketable (Quoted Market Value \$998,800.00)	1,000,000.00	
Accrued Revenue	7,765.16	
Inventories—Book Value—Adjusted periodically to physical inventories taken throughout year—Raw Materials were valued at cost. Finished ware at value determined by the management and certified as not exceeding the lower of cost or market prices (less Reserve \$26,063.49)	585,566.75	
Refundable portion of Excess Profits Tax		\$2,726,817.96
		<u>180,681.40</u>
Fixed Assets—at Cost:		
Land	73,353.14	
Buildings, Machinery and Equipment	2,748,399.43	
Motor Vehicles	13,772.96	
Construction Work in Progress	6,096.30	
	<u>2,841,021.83</u>	
Deferred Debits:		
Insurance, Taxes, etc.		19,320.52
		<u>\$5,768,441.71</u>

Approved on behalf of the Board of Directors:

J. A. KILPATRICK, Director.

ARTHUR LYMAN, Director.

COMPANY LIMITED

AUGUST 31, 1944

LIABILITIES

Current:

Accounts Payable	\$ 101,877.68	
Accrued Liabilities (including provision for Income and Excess Profits Taxes less payments on account \$320,046.77)	337,054.27	\$ 438,931.95
		<u> </u>

Reserves for Depreciation:

Building, Machinery and Equipment	2,212,718.52	
Motor Vehicles	10,179.06	2,222,897.58
		<u> </u>

Reserve for Starting Up and Relining Furnaces 81,750.00

Capital Stock—Common:

Authorized—475,000 Shares No Par Value	
Issued —319,570 Shares No Par Value.....	1,044,326.38

Surplus Accounts:

Reserved Surplus—		
Refundable portion of Excess Profits Tax \$ 180,681.40		
Capital Surplus	32,879.54	
Earned Surplus	1,766,974.86	
	<u>1,980,535.80</u>	3,024,862.18
		<u> </u>
		<u>\$5,768,441.71</u>

Examined in accordance with our attached report.

P. S. ROSS & SONS,
Chartered Accountants.

Montreal, October 14, 1944.

CONSUMERS GLASS COMPANY LIMITED

SURPLUS ACCOUNTS AUGUST 31, 1944

RESERVED SURPLUS

Balance at Credit August 31, 1943	\$ 103,313.71
Add: Portion of Excess Profits Taxes for year ended August 31, 1944.	77,367.69
Balance at Credit August 31, 1944	<u>\$ 180,681.40</u>

CAPITAL SURPLUS

Balance at Credit August 31, 1943	\$ 14,035.09
Add: Profit on Sale of Securities	\$ 18,834.45
Profit on Sale of Equipment	10.00
	<u>18,844.45</u>
Balance at Credit August 31, 1944	<u>\$ 32,879.54</u>

EARNED SURPLUS

Balance at Credit August 31, 1943	\$1,742,283.04
Add: Adjustment of Reserve for relining Furnaces established prior years	61,250.00
	<u>\$1,803,533.04</u>
Add: Profits from Operations for year ended August 31, 1944	\$ 641,256.20
after providing for—	
Depreciation Allowance	\$ 106,474.81
Executive Salaries	57,725.00
Legal Expenses	243.30
Directors' Fees	420.00
Provision for Income, and Excess Profits Taxes, after deducting \$77,367.69 refundable portion Excess Profits Tax	<u>\$ 710,850.16</u>
Non-operating income	38,693.31
Profits for year	679,949.51
Less: Dividends	639,140.00
Balance	40,809.51
Less: Refundable portion of Excess Profits Tax	77,367.69
Decrease for year charged to Earned Surplus	36,558.18
Balance at Credit August 31, 1944	<u>\$1,766,974.86</u>

Examined in accordance with our attached Report.

P. S. ROSS & SONS,

Chartered Accountants.

Montreal, October 14, 1944

P. S. ROSS & SONS

CHARTERED ACCOUNTANTS

ROYAL BANK BUILDING

MONTREAL, QUE.

AUDITORS' REPORT

To the Shareholders,
Consumers Glass Company Limited,
Ville St. Pierre, P.Q.

We have made an examination of the Balance Sheet of the Consumers Glass Company Limited as at August 31, 1944, and of the Statement of Income and Surplus for the year ended that date.

In connection therewith we examined or tested the accounting records of the Company and other supporting evidence, but we did not make a detailed audit of all transactions. We have obtained all the information and explanations required by us.

In our opinion, based upon such examination, the attached Balance Sheet and relative Statement of Income and Surplus are drawn up so as to exhibit a correct view of the financial position of the Company at August 31, 1944, and of the results from operations for the year ended that date, according to the information and explanations received by us and as shown by the books of the Company.

P. S. ROSS & SONS,
Chartered Accountants.

Montreal, October 14, 1944.

