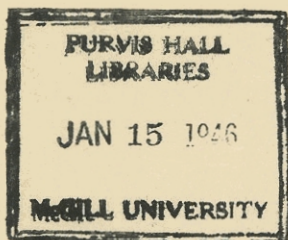


CONSUMERS GLASS
COMPANY LIMITED

Annual Report

AUGUST 31, 1945



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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, 1945, together with the financial statements and auditors' report for that year.

The results of the year's operations show a net profit of \$635,356.19, including the refundable portion of the Excess Profits Tax, being \$1.99 per share, on the outstanding capital stock of the Company.

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

The Company's plant and equipment were maintained in efficient operating condition during the year.

The amendments to the Income and Excess Profits Tax Acts brought down in the budget of October 12, 1945, did not affect the operation results of your Company for the year ended August 31, 1945. It is reasonable to expect that as a result of the said Tax amendments an improvement will be shown in the net income of subsequent periods.

The number of Shareholders of your Company increased by 14.5% during the year.

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

Submitted on behalf of the Board of Directors.

E. J. BRUNNING,

President.

Ville St. Pierre, Que.,
November 13th, 1945.

CONSUMERS GLASS

BALANCE SHEET

ASSETS

Current:

Cash		\$ 687,293.58
Accounts Receivable	\$504,419.71	
Less: Reserve	29,325.97	475,093.74

Investments—Marketable

(Quoted Market Value \$1,000,100.00)		1,000,000.00
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Accrued Revenue		6,839.09
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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)		515,267.38
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Refundable Portion of Excess Profits Tax		\$2,684,493.79
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215,524.27

Fixed Assets—at Cost:

Land		74,300.64
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Buildings, Machinery and Equipment		2,781,486.58
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Motor Vehicles		14,686.44
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Construction Work in Progress		4,585.74
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2,875,059.40

Deferred Debits:

Insurance, Taxes, etc.		27,689.94
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\$5,802,767.40

Approved on behalf of the Board of Directors:

J. A. KILPATRICK, Director.

ARTHUR LYMAN, Director.

COMPANY LIMITED

AUGUST 31, 1945

LIABILITIES

Current:

Accounts Payable	\$ 140,934.02	
Accrued Liabilities (including provision for Income and Excess Profits Taxes less payments on account \$266,385.50)	283,848.92	\$ 424,782.94
	<u> </u>	

Reserves for Depreciation:

Buildings, Machinery and Equipment	2,302,101.32	
Motor Vehicles	11,964.28	2,314,065.60
	<u> </u>	42,200.00

Reserve for Starting up and Relining Furnaces

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	\$ 215,524.27	
Capital Surplus	33,520.03	
Earned Surplus	1,728,348.18	
	<u> </u>	1,977,392.48
		<u> </u>
		3,021,718.86
		<u> </u>
		<u>\$5,802,767.40</u>

Submitted with our report to the Shareholders dated October 20, 1945.

P. S. ROSS & SONS,
Chartered Accountants

Montreal, Que

CONSUMERS GLASS COMPANY LIMITED

SURPLUS ACCOUNTS AUGUST 31, 1945

RESERVED SURPLUS

Balance at Credit August 31, 1944	\$ 180,681.40
ADD: Portion of Excess Profits Taxes for year ended August 31, 1945	34,842.87
Balance at Credit August 31, 1945	<u>\$ 215,524.27</u>

CAPITAL SURPLUS

Balance at Credit August 31, 1944	\$ 32,879.54
ADD: Profit on Sale of Securities	2,346.23
	<u>35,225.77</u>
LESS: Loss on Sale of Equipment	1,705.74
Balance at Credit August 31, 1945	<u>\$ 33,520.03</u>

EARNED SURPLUS

Balance at Credit August 31, 1944	\$1,766,974.86
ADD: Profits from Operations for year ended August 31, 1945	\$ 600,500.81
after providing for—	
Depreciation allowance	\$ 100,745.28
Executive Salaries	58,524.98
Legal Expenses	30.00
Directors' Fees	400.00
Provision for Income and Excess Profits Taxes, after deducting \$34,842.87 refundable portion Excess Profits Tax	<u>539,713.71</u>
Non-operating income—Investments and Other	34,855.38
Profits for year	635,356.19
LESS: Dividends	639,140.00
Amount drawn from Surplus for year	3,783.81
Amount of refundable portion of Excess Profits Tax transferred to Reserved Surplus	34,842.87
Total Amount appropriated from Earned Surplus	38,626.68
Balance at Credit August 31, 1945	<u>\$1,728,348.18</u>

Submitted with our report to the Shareholders dated October 20, 1945.

P. S. ROSS & SONS,

Chartered Accountants.

Montreal, Que.

P. S. ROSS & SONS

CHARTERED ACCOUNTANTS

ROYAL BANK BUILDING

MONTREAL, QUE.

AUDITORS' REPORT

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

We have made an examination of the Balance Sheet of the Consumers Glass Company Limited as at August 31, 1945, 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, 1945, 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.

October 20, 1945.

