

# FEDERAL GRAIN, LIMITED

## *Fourth Annual Report of the Directors*

YEAR ENDED 31st JULY, 1933

TO THE SHAREHOLDERS:

Your Directors submit herewith the Fourth Annual Report of the Company for the year ended July 31st, 1933, together with the Financial Statements certified by your Auditors, Messrs. George A Touche & Company.

Balance at the credit of Profit and Loss Account after writing off \$8,476.89 in respect of organization expenses, and providing \$6,478.40 applicable to Income Taxes for the Fiscal year 1931-32, amounted to \$739.70. This balance has been transferred to Surplus Account thereby increasing the balance in that Account to \$467,346.75.

Reduction in Country and Terminal storage charges, ordered by the Board of Grain Commissioners, adversely affected earnings. Following representations as to the inadequacy of the reduced rates, the former scale of charges was restored at the commencement of the movement of the 1933 crop.

Properties of the Company have been maintained in good repair. Additions and improvements were made where necessary. Depreciation of \$218,566.52 was provided.

Bond interest of \$235,530.00 was paid. As Interest was called for in United States funds the added cost to the Company, due to the existing premium was \$30,486.41. Bonds of a par value of \$133,500.00 were retired in accordance with Sinking Fund provisions. Sufficient Bonds are now held in the Company's Treasury to meet the Sinking Fund payment due December 1st next, at which date approximately Bonds of the par value of \$460,000.00 will have been retired. The difference between cost and par value of Bonds retired has been placed to the credit of Bond Redemption Reserve.

Due to increased grain prices and larger stocks carried in the Company's Country and Terminal elevators Bank Loans have increased to \$8,565,781.08. Your Company is fully protected in the carrying of this grain through sales for future delivery.

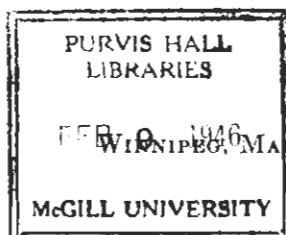
The 1933 crop is much below average with consequent reduced volume available for handling. In view of this situation expenses for the coming year will be reduced materially.

While Working Capital of the Company has slightly improved, the financial position and earnings do not warrant the resumption of payment of Preferred dividends, which are now outstanding since February 1st, 1931. These dividends are cumulative.

Your Directors desire to record their appreciation of the loyal and efficient services rendered to the Company by all Country Elevator Agents, Employees and Officers.

On behalf of the Board of Directors,

H. E. SELLERS,  
President.





# Federal Grain, Limited

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## DIRECTORS

H. E. SELLERS, *President and Managing Director.*

A. THOMSON, *Vice-President.*

H. J. SYMINGTON

J. H. McDONALD

A. H. WILLIAMSON

J. R. MURRAY

W. A. ANDERSON

T. H. RATHJEN

F. E. TOPPER

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*Secretary* E. W. NEVILLE

*Treasurer:* T. H. RATHJEN

*Asst. Treasurer* R. C. GAGE

*Registrar* - - - - THE ROYAL TRUST COMPANY, Toronto, Montreal and Winnipeg.

*Transfer Agents* - { THE MONTREAL TRUST COMPANY, Toronto and Montreal;  
THE NORTHERN TRUSTS Co., Winnipeg.

*Auditors* - - - - GEORGE A. TOUCHE & COMPANY.

*Solicitors* - - - - HUDSON, ORMOND, SWIFT & McLEOD