

**CANADIAN  
CAR & FOUNDRY  
COMPANY  
LIMITED**

**TWENTY-FIFTH  
ANNUAL  
REPORT  
1934**

**MONTREAL - CANADA**





# CANADIAN CAR & FOUNDRY COMPANY, LIMITED

## BOARD OF DIRECTORS

W. F. ANGUS, MONTREAL	V. M. DRURY, MONTREAL
HON. C. P. BEAUBIEN, SENATOR, MONTREAL	HON. E. C. SMITH, ST. ALBANS, VT.
H. W. BEAUCLERK, MONTREAL	HON. LORNE C. WEBSTER, SENATOR, MONTREAL
W. W. BUTLER, MONTREAL	MARK WORKMAN, MONTREAL
F. H. CLERGUE, MONTREAL	

## OFFICERS

W. W. BUTLER, <i>President</i>	
W. F. ANGUS, <i>Vice-President</i>	W. S. ATWOOD, <i>Vice-President</i>
A. D. NEALE, <i>Vice-President</i>	L. A. PETO, <i>Vice-President,</i>
A. C. BOURNE, <i>Secretary</i>	<i>Comptroller &amp; Treasurer.</i>



## SOLICITORS

WAINWRIGHT, ELDER & McDUGALL, MONTREAL

## BANKERS

BANK OF MONTREAL  
THE ROYAL BANK OF CANADA



## GENERAL OFFICES

621 CRAIG STREET WEST, MONTREAL

# CANADIAN STEEL FOUNDRIES LIMITED



## BOARD OF DIRECTORS

W. F. ANGUS  
W. W. BUTLER

HON. C. P. BEAUBIEN  
F. H. CLERGUE  
HON. LORNE C. WEBSTER

H. W. BEAUCLERK  
V. M. DRURY

## OFFICERS

W. W. BUTLER, *President*

W. F. ANGUS, *Vice-President*  
A. D. NEALE, *Vice-President*  
A. C. BOURNE, *Secretary*

W. S. ATWOOD, *Vice-President*  
L. A. PETO, *Vice-President,*  
*Comptroller & Treasurer.*



# THE PRATT & LETCHWORTH COMPANY, LIMITED

## BOARD OF DIRECTORS

W. F. ANGUS

HON. C. P. BEAUBIEN  
W. W. BUTLER

H. W. BEAUCLERK  
V. M. DRURY

## OFFICERS

W. W. BUTLER, *President*

W. F. ANGUS, *Vice-President*  
A. D. NEALE, *Vice-President*  
A. C. BOURNE, *Secretary*

W. S. ATWOOD, *Vice-President*  
L. A. PETO, *Vice-President,*  
*Comptroller & Treasurer*



## AGENCY OF CANADIAN CAR & FOUNDRY COMPANY, LIMITED

## BOARD OF DIRECTORS

W. F. ANGUS

W. W. BUTLER  
V. M. DRURY

F. H. CLERGUE  
T. S. WYLLY

## OFFICERS

W. W. BUTLER, *President*  
L. A. PETO, *Vice-President*  
A. C. BOURNE, *Secretary and Treasurer*

**Canadian Car & Foundry Company, Limited  
and wholly owned Subsidiary Companies**

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**CONSOLIDATED STATEMENT OF EARNED SURPLUS  
AND PROFITS, SEPTEMBER 30, 1934**

Combined net operating losses for the Fiscal Year ending September 30, 1934, before charging depreciation.....	\$ 870,401.46
LESS: Dividend received from partly owned Subsidiary.....	\$26,207.50
Interest on Investments.....	52,962.38
Profit on Investments.....	74,599.85
	<u>153,769.73</u>
	\$716,631.73
ADD: Fees of Directors and Executive Committee .....	12,515.00
Loss for the Fiscal Year before charging depreciation.....	729,146.73
Surplus at September 30, 1933.....	3,086,276.47
SURPLUS carried forward September 30, 1934.....	<u><u>\$2,357,129.74</u></u>

# CANADIAN CAR & FOUN

AND WHOLLY OWNED

CONSOLIDATED

September

## ASSETS

### CAPITAL ASSETS:

Real Estate, Buildings, Machinery and Patents at depreciated reproductive values as appraised in 1930 by the Canadian Appraisal Company, Limited, plus the cost of subsequent additions..	\$17,923,787.17	
LESS: Reserve for depreciation provided since above date.....	725,775.17	\$17,198,012.00

DEPOSITED with The Royal Trust Company as guarantee under Workmen's Compensation Act of Quebec—Government Bonds.....		7,000.00
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### INVESTMENTS IN AND ADVANCES TO PARTLY OWNED SUBSIDIARY COMPANY:

Investment at Cost.....	275,180.00	
Current Account.....	1,997.68	277,177.68

### CURRENT ASSETS:

Inventories of manufactured and partly manufactured product, materials and supplies, certified by responsible officials of the company, valued at cost or market prices, whichever were lower (less reserve).....	1,201,824.71	
Accounts Receivable (less reserve).....	426,346.55	

#### Bonds and Other Securities:

(Market values at September 30, 1934)	
Dominion of Canada Bonds.....	\$372,750.00
Miscellaneous Investments.....	390,300.00
Company's Own Shares held by Associated Companies.....	5,274.00

	768,324.00	
Cash in Bank.....	136,193.69	
		2,532,688.95
DEFERRED CHARGES .....		124,810.35

\$20,139,688.98

### AUDITORS' REPORT TO THE SHAREHOLDERS:

We have made an examination of the books and accounts of the Canadian Car & Foundry Company, Limited, and its wholly owned Subsidiary Companies for the year ending September 30, 1934, and have obtained all the information and explanations which we have required; and we report that, in our opinion, the above Consolidated Balance Sheet at September 30, 1934, is properly drawn up so as to exhibit a true and correct view of the state of the combined affairs of the Canadian Car & Foundry Company, Limited, and its wholly owned Subsidiary Companies, according to the best of our information and the explanations given to us and as shown by the books of these companies. As explained in the Annual Report of the Directors no charge for depreciation has been made against the past year's operations.

In accordance with the provisions of the Companies Act 1934, we also report that the profits of a partly owned subsidiary company have been included in the above accounts only to the extent of the dividends declared and received therefrom, the balance of profits being carried forward on the books of the subsidiary company.

MONTREAL, November 16th, 1934.

PRICE, WATERHOUSE & CO.,  
Auditors.



# DRY COMPANY, LIMITED

SUBSIDIARY COMPANIES

## BALANCE SHEET

30, 1934

### LIABILITIES

#### CAPITAL STOCK:

##### Preference:

Seven per cent cumulative and participating.  
Authorized and Issued 300,000 shares of \$25 each \$ 7,500,000.00

Less: Purchased for  
retirement 16,885 shares of \$25 each 422,125.00

Outstanding 283,115 shares of \$25 each 7,077,875.00

(Dividends in arrear \$495,451.25)

##### Ordinary:

Authorized 400,000 shares of no par value.

Issued 365,800 shares. . . . . 9,145,000.00  
\$16,222,875.00

#### CURRENT LIABILITIES:

Accounts Payable and Payrolls. . . . . \$ 200,114.90  
Provision for Dominion, Provincial and other Taxes 141,031.43  
341,146.33

OPERATING AND MISCELLANEOUS RESERVES: 349,750.00

#### CAPITAL SURPLUS:

Excess of appraised value of properties over book  
values, taken up during the year. . . . . 867,038.54  
Discount on Preference Shares purchased for  
retirement during the year. . . . . 1,749.37  
868,787.91

EARNED SURPLUS: as per attached statement. . . . . 2,357,129.74  
\$20,139,688.98

*Approved on behalf of the Board:*

W. W. BUTLER,  
*Director.*

W. F. ANGUS,  
*Director*

L. A. PETO,  
*Vice-President and Comptroller*

# TWENTY-FIFTH ANNUAL REPORT

*Year Ended September 30, 1934*

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## TO THE SHAREHOLDERS:

Your Directors submit herewith the Twenty-Fifth Annual Report of your Company and its wholly-owned Subsidiaries, Canadian Steel Foundries, Limited, and The Pratt & Letchworth Company, Limited, covering combined operations for the year ended September 30th, 1934.

It is now nearly four years since your Company received its last order for freight cars from either of the two main transportation systems in Canada and such a period of complete inactivity in freight car construction is not only without precedent but has extended beyond the most conservative expectations.

Orders for the Foundries have been received in increasing numbers but in small quantities, indicating a wide-spread but rather slow improvement in many lines of industry.

The accounts submitted in previous years showed the values of your properties at their gross cost, whilst the accumulated provision for depreciation was carried under the caption of "Reserves"; the difference between these two amounts representing the depreciated book values. During the past year the property accounts of your Company and its wholly-owned Subsidiaries have been adjusted to reflect the depreciated reproductive values reported by the Canadian Appraisal Company Limited, in 1930. The excess of such values over the depreciated book values arrived at as above stated, amounts to \$867,038.54, which sum is now carried on the Balance Sheet at September 30th, 1934, as a Capital Surplus. In view of this surplus, and also by reason of the fact that the Company's operations during the past year were on a greatly reduced scale, your Directors have not made any provision for depreciation during the year.

Current Assets exceed Current Liabilities by the sum of \$2,191,542.62, and the ratio of the former to the latter is approximately seven and a half to one. Inventories consist of good market-



able materials and partly manufactured product valued at cost or market price, whichever is lower, and in addition ample reserves are maintained.

The operations of the Canadian General Transit Company, Limited, in which your Company owns a controlling interest, continue to be satisfactory.

Your Directors take this opportunity of expressing their appreciation of the loyal and efficient services rendered by the officers and employees throughout the year.

For the Directors,

W. W. BUTLER,  
President.

Montreal, November 16th, 1934.







