

*Board of Directors*

HON. W. E. FOSTER, LL.D.  
C. B. HOWARD, Esq., M.P.  
HON. B. M. HILL, M.P.  
W. W. SNIDER, Esq.  
W. W. V. FOSTER, Esq., M.L.A.  
R. W. T. BURLEIGH, Esq.  
A. C. SMITH, Esq.  
B. C. HOWARD, Esq.  
A. G. TIERNEY, Esq.

**OFFICERS**

HON. W. E. FOSTER, LL.D.  
President  
C. B. HOWARD, Esq., M.P.  
Vice-President  
HON. B. M. HILL, M.P.  
Treasurer and Managing Director  
A. G. TIERNEY, Esq.  
Secretary

**SOLICITORS**

HYDE, AHERN, PERRON & SMITH

**AUDITORS**

PRICE, WATERHOUSE & COMPANY

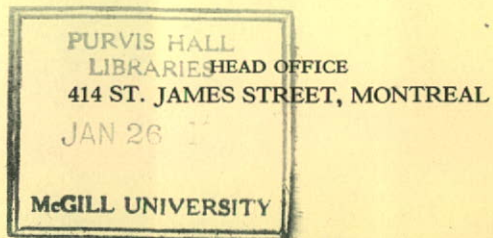
**Consolidated  
Diversified Standard  
Securities  
Limited**

**FINANCIAL REPORT**

FOR YEAR ENDING  
DECEMBER 31st,

**1935**

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**Consolidated Diversified Standard Securities Limited**

Montreal, March 18th, 1936.

To the Shareholders:—

Your Directors present herewith, for your approval, the Consolidated Financial Report and Balance Sheet of your Company and subsidiary Company for the year ending December 31st, 1935.

The Securities of over 190 Corporations are held in the Company's Portfolio and the investments are classified as follows: Bonds 20.50%, Preferred stocks 17.14%, Common stocks 62.17%, Miscellaneous and Inactive stocks 00.19%.

An amount of \$140,512.90 representing net realized capital profits has been transferred to a reserve for that purpose.

During the year, dividends number six and seven of .25c per share each were paid on the Company's outstanding preference shares.

Your Directors regret to announce the death of Mr. A. E. Middleton Hope on June 9th, 1935. Mr. Hope had been a member of your Board from the time of the Company's formation until the date of his death.

Shareholders are cordially invited to attend the Annual Meeting, which will be held on April 27th, 1936, or being unable to attend are requested to send in their Proxies.

Submitted on behalf of the Directors.

President.



## Consolidated Diversified Standard Securities Limited

### Consolidated Statement of Profit and Loss and Surplus

For year ending December 31st, 1935

Dividends and Interest earned on Investments.....	\$ 59,175.24	
ADD: Net Profit on sale of Investments, less provision to reduce book value of Investments to the lower of cost or market at December 31, 1935.....	140,512.90	\$199,688.14
DEDUCT: Expenses—		
Salaries, rent, light, Provincial and Municipal Taxes, printing, stationery and other office expenses, etc. (including Executive Salaries \$2,200.00 and Directors' Fees \$975.00).....	25,682.84	
	<u>\$174,005.30</u>	
ADD: Adjustment of Dominion and Provincial Income Taxes—1934 period.....	204.14	
	<u>\$174,209.44</u>	
DEDUCT:		
Provision for Dominion and Provincial Income and Profits Taxes for 1935 period.....	\$ 5,895.00	
Preferred Dividends No. 6 and No. 7 at 25 cents per share.....	\$25,458.30	
Less: Paid on shares held by wholly owned subsidiary.....	6,106.45	
	<u>19,351.85</u>	
Net Realized Capital Profits, as above, transferred.....	140,512.90	
	<u>165,759.75</u>	
	<u>\$ 8,449.69</u>	
ADD: Balance, December 31, 1934, less Alco Securities Corporation Deficit of \$1,564.31.....	23,665.87	
Balance, December 31, 1935.....	<u>\$ 32,115.56</u>	

## Consolidated Diversified Standard Securities Limited

### Summary

of securities owned as of December 31st, 1935

Bonds.....	\$183,429.08
Preferred Stocks.....	152,847.45
Common Stocks.....	554,551.22
Miscellaneous Inactive Stocks.....	1,167.00
	<u>\$891,994.75</u>



# Consolidated Diversified Standard Securities Limited

AND ITS WHOLLY OWNED SUBSIDIARY COMPANY

Consolidated Balance Sheet, December 31, 1935

## ASSETS

CASH IN BANKS.....	\$	2,558.15
DIVIDENDS DECLARED (Receivable in January).....	\$	4,446.75
INTEREST ACCRUED ON BONDS.....		5,572.91
		10,019.66
BALANCE DUE BY BROKERS, against Securities delivered.....		30,614.34

## INVESTMENTS:

In Stocks and Bonds of listed Corporations, at book value, being the lower of cost or quoted market at December 31, 1935.....	\$891,994.75
(Quoted market value of above Investments at December 31, 1935, \$1,322,641.13)	
Cost of 13,147 Non-cumulative First Preference Shares and 24,384 32/40 Class "A" Common Shares of Consolidated Diversified Standard Securities Limited, held by its wholly owned Subsidiary, Alco Securities Corporation Limited.....	185,358.24

	1,077,352.99
FURNITURE AND FIXTURES, less Reserve for Depreciation of \$608.34.....	1,483.01
PREPAID ITEMS.....	801.60

APPROVED ON BEHALF OF THE BOARD

W. E. FOSTER, Director.  
B. M. HILL, Director.

\$1,122,829.75

## LIABILITIES

RESERVE FOR DOMINION AND PROVINCIAL INCOME AND PROFITS TAXES..	\$	5,915.62
CAPITAL AND SURPLUS, represented by:		

### Capital Stock:

#### Authorized—

55,000 Non-cumulative First Preference shares of no par value.  
(Preferential as to \$2.50 per share dividend and redeemable at \$50.00 at call).

160,000 Class "A" Common Shares of No Par Value  
112,500 Class "B" Common Shares of No Par Value

#### Issued—

50,916 15/25 Non-cumulative First Preference Shares.....  
152,340 39/40 Class "A" Common Shares.....  
112,500 Class "B" Common Shares.....

\$717,515.00

#### Net Realized Capital Profits—

Balance, December 31, 1934..... \$226,770.67  
ADD: Transferred from Profit and Loss  
Account December 31, 1935..... 140,512.90

367,283.57

Balance at credit of Profit and Loss Account, as per statement attached.....

32,115.56

1,116,914.13

\$1,122,829.75

## AUDITORS' REPORT TO THE SHAREHOLDERS:

We have made an examination of the books and accounts of Consolidated Diversified Standard Securities Limited and have been furnished with the audited accounts of its wholly owned subsidiary, for the year ending December 31, 1935, and have obtained all the information and explanations which we have required. In the periodical examinations made by us, securities have been found in order and we report that, in our opinion, the above Consolidated Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs as at December 31, 1935, according to the best of the information and explanations given to us and as shown by the books of the Company and the audited accounts of the Subsidiary.

Montreal, February 25, 1936.

PRICE, WATERHOUSE & CO.,  
Auditors.



# Consolidated Diversified Standard Securities Limited

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## *Notice of Annual Meeting of Shareholders*

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NOTICE is hereby given that the Annual Meeting of Shareholders of CONSOLIDATED DIVERSIFIED STANDARD SECURITIES LIMITED, will be held at Room 129, Windsor Hotel, in the City of Montreal, on the 27th day of April, 1936, at the hour of twelve o'clock noon (Day-light Saving Time), for the purpose of:—

- (a) Receiving and considering the report of the Directors of the Company, the Balance Sheet, Statement of Income and Expenditure, and the Auditors' Report for the past fiscal year;
- (b) Considering and if thought fit approving and ratifying all contracts, acts and proceedings of the Board of Directors and of the officers of the Company since the last Annual Meeting of Shareholders as set forth or described in the books of the Company or in the annual report of the Company for the past fiscal year;
- (c) Appointing auditors;
- (d) Electing Directors for the ensuing year;
- (e) Transacting such other business as may properly be brought before the meeting.

If you are not able to be present kindly sign and return the enclosed Proxy by early mail.

DATED at Montreal this 18th day of March, 1936.

BY ORDER OF THE BOARD,

A. G. TIERNEY,  
Secretary.