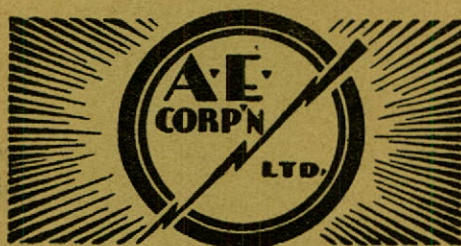


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Amalgamated Electric Corporation, Limited

Montreal, Canada

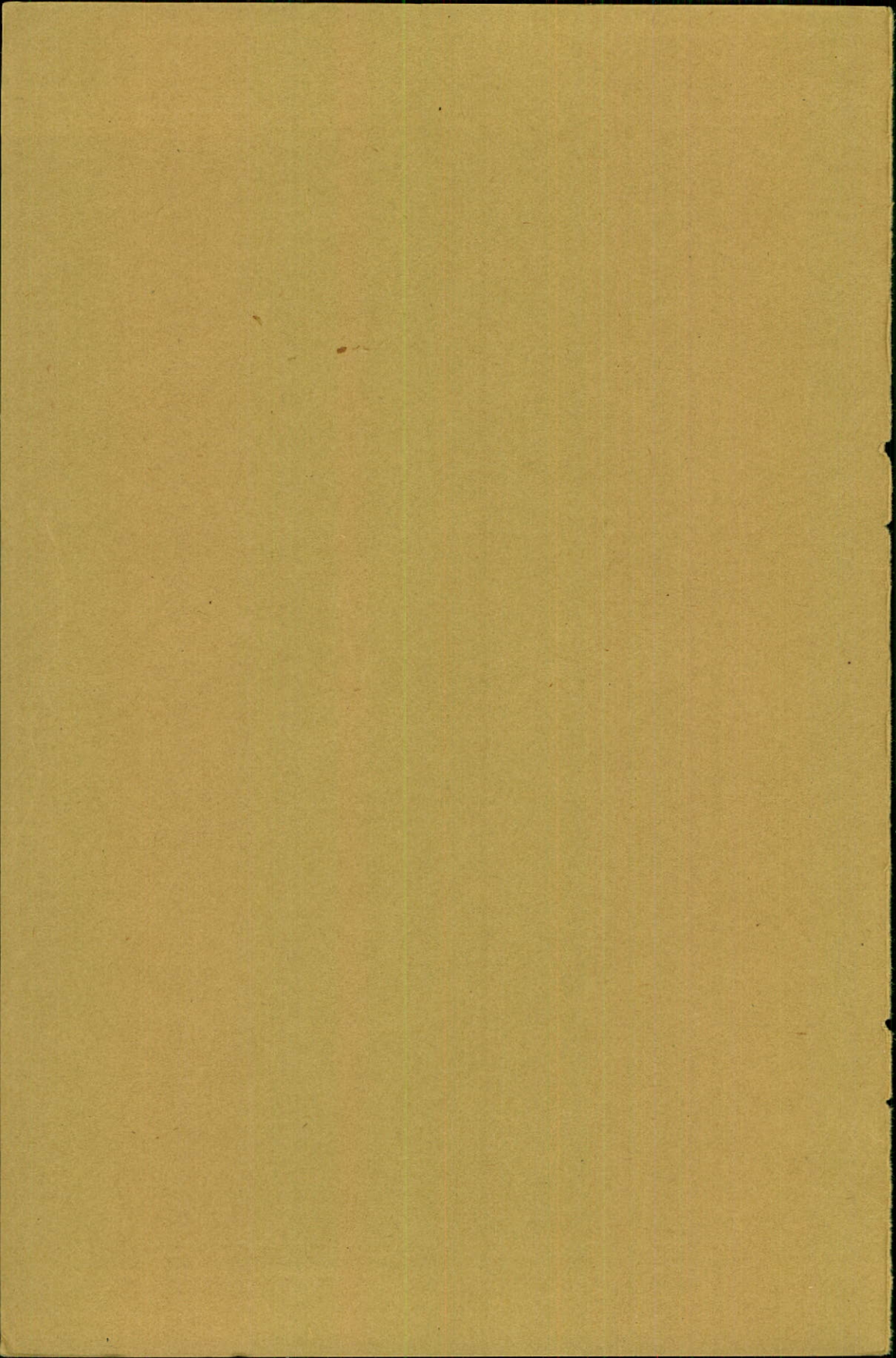


**Annual Report
1950**

PURVIS HALL
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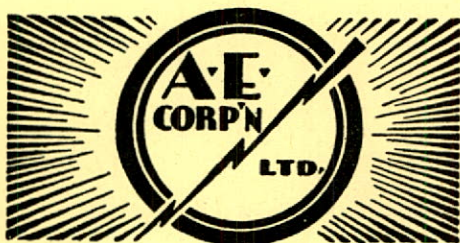
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MCGILL UNIVERSITY



Amalgamated Electric Corporation, Limited

Montreal, Canada



**Annual Report
1950**

AMALGAMATED ELECTRIC CORPORATION,
LIMITED

and

Subsidiary Companies

BENJAMIN ELECTRIC MANUFACTURING COMPANY
of CANADA LIMITED

BULL DOG ELECTRIC PRODUCTS of CANADA LIMITED

CANADIAN CUTLER-HAMMER LIMITED

CANADIAN JEFFERSON ELECTRIC COMPANY, LIMITED

PLANTS AND WAREHOUSES AT:

TORONTO

MONTREAL

WINNIPEG

CALGARY

VANCOUVER

EXECUTIVE OFFICES:

ROOM 1600

1050 BEAVER HALL HILL

MONTREAL, QUEBEC



AMALGAMATED ELECTRIC CORPORATION, LIMITED
1050 Beaver Hall Hill
MONTREAL

MARCH 19, 1951

TO THE SHAREHOLDERS:

Herewith is submitted, on behalf of your Directors, the Twenty-second Annual Report on the operations of your Company and its subsidiaries, together with the Consolidated Statements of Account for the year ended December 31, 1950.

RESULTS OF OPERATIONS

After providing for Income Taxes amounting to \$133,422 net profits for the year amounted to \$175,883. This compares with net profits of \$72,318 in 1949.

Due to increased labour and material costs, the net profits, while showing an improvement over 1949, are low, having regard to the high volume of business and investment involved.

An interim dividend of Thirty Cents (\$0.30) per share was paid on December 18th, 1950, to Shareholders on record November 15th, 1950. This is the first dividend paid since July 2nd, 1946.

PLANT

Total expenditures for machinery and equipment amounted to \$66,838 which, after deducting equipment scrapped

totalling \$25,619, resulted in a net increase of \$41,219 in the Plant Account.

Depreciation amounting to \$185,726 was provided on plant and equipment during the year as compared with \$83,345 provided in 1949. The higher charge in 1950 results for the most part by taking allowances in conformity with income tax regulations, on plant and equipment other than dies, on which latter sufficient depreciation was provided, in the opinion of your management.

INVENTORIES

The inventories at December 31, 1950, valued at the lower of cost or market prices, aggregated \$1,953,844, as compared with \$1,242,773 at the close of the preceding year.

FINANCIAL

The fourth principal repayment of \$100,000 was made November 1, 1950, on the $2\frac{3}{4}\%$ First Mortgage (Closed) Serial Bonds, leaving an outstanding balance of \$100,000 as at December 31, 1950.

It will be noted, however, that increased working capital requirements have necessitated increased bank advances which, as at December 31st, 1950, aggregated \$758,806, an increase of \$271,376 during the year.

Hereunder is shown a comparison of the Net Working Capital of the Company for the years 1950 and 1949:

	1950	1949
Current Assets	\$2,539,543	\$1,961,856
Current Liabilities	1,390,737	981,589
Net Working Capital	<u>\$1,148,806</u>	<u>\$ 980,267</u>

ORGANIZATION

The winding up of the subsidiaries in the western provinces was proceeded with during the year and the business of those companies is now being conducted by the Company's western branches.

EMPLOYEES

Your Directors again wish to acknowledge their appreciation of the loyal and efficient service rendered by the employees during the past year.

PROSPECTS

With unsettled conditions in international affairs and the trend to a state of re-armament, your Company will be affected by scarcity of vital materials. It is reasonable to expect, however, that demand for your Company's products should continue at a relatively high level during 1951.

On behalf of the Board,

M. P. MURPHY

President.

AMALGAMATED ELECTRIC

AN

SUBSIDIARY

Consolidated Balance Sheet

ASSETS

CAPITAL ASSETS:

Land, Buildings, and Equipment at cost	\$ 1,962,345
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CURRENT ASSETS:

Inventories of Raw Material, Goods in Process, Finished Stock, etc.	\$1,953,844 *
Accounts Receivable (less Reserve for Doubtful Accts.)	553,396
Government of Canada Bonds (Market Value \$4,984)	5,000
Cash	27,303
	<u>2,539,543</u>

PREPAID EXPENSES	28,197
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GOODWILL AND PATENTS	1
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	<u>\$4,530,086</u>
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* Based on Physical Inventories as at October 31, 1950 (valued at cost or market, whichever was lower) adjusted for operations to December 31, 1950, and after deducting reserve.

Approved on behalf of the Board:

M. P. MURPHY	}	Directors.
A. H. ELDER		

C CORPORATION, LIMITED
ND
COMPANIES

t as at December 31, 1950

LIABILITIES

CAPITAL STOCK:

Common Stock — without nominal or par value:

Authorized — 100,000 Shares

Issued and Paid up — 84,415 Shares \$ 844,150

2³/₄% FIRST MORTGAGE (CLOSED) SERIAL BONDS:

(Due November 1, 1951) 100,000

CURRENT LIABILITIES:

Bank Overdraft \$ 758,806

Accounts Payable and Accrued Charges 503,066

Provision for Taxes 128,865 1,390,737

RESERVE FOR DEPRECIATION 1,432,787

CAPITAL SURPLUS 138,684

EARNED SURPLUS 623,728

\$4,530,086

AUDITORS' REPORT TO THE SHAREHOLDERS

TORONTO, February 21, 1951.

We have made an examination of the books and accounts of the Amalgamated Electric Corporation, Limited, and its subsidiary Companies for the year ended December 31, 1950, and we have obtained all the information and explanations which we have required.

We report that, in our opinion, the above Consolidated Balance Sheet and accompanying Consolidated Statements of Profit and Earned Surplus are properly drawn up so as to exhibit a true and correct view of the state of the affairs of the Companies as at December 31, 1950, and the results of the operations for the year ended on that date, according to the best of our information and the explanations given to us and as shown by the books of the Companies.

D. M. FARISH, C.A.,
Treasurer.

MCDONALD, CURRIE & Co.,
Chartered Accountants

AMALGAMATED ELECTRIC CORPORATION, LIMITED
AND
SUBSIDIARY COMPANIES

*Consolidated Statement of Profit and Earned Surplus
for Year Ended December 31, 1950*

OPERATING PROFIT FOR YEAR — After deducting charges enumerated below:	309,305
Provision for Depreciation	185,726*
Remuneration of Executive Officers	34,132
Fees of Directors	1,720
Legal Fees	9,695
Bond Interest	5,048
	<u>236,321</u>
PROVISION FOR INCOME TAXES	<u>133,422</u>
NET PROFIT for the year	175,883
EARNED SURPLUS brought forward from previous year	462,380
TRANSFER FROM DEFERRED SURPLUS — Balance December 31, 1949 being refundable excess profits tax received in 1950	10,788
	<u>649,051</u>
Deduct: Dividend Paid	25,323
	<u>623,728</u>
EARNED SURPLUS — as per Consolidated Balance Sheet	<u>623,728</u>

*See comment in President's Report

AMALGAMATED ELECTRIC CORPORATION, LIMITED

DIRECTORS

*A. V. ARMSTRONG	R. D. HARKNESS
AUBREY H. ELDER	HOMER M. JAQUAYS
*D. M. FARISH	RICHARD O. JOHNSON
C. W. FINDLOW	*M. P. MURPHY
*P. F. SISE	

*Members of the Executive Committee

OFFICERS

P. F. SISE	Chairman of the Board
M. P. MURPHY	President
A. V. ARMSTRONG	Vice-President & Managing Director
D. M. FARISH	Secretary-Treasurer

STANLEY LANGLEY	Technical Manager
C. W. FINDLOW	Works Manager
C. D. McCAIG	General Sales Manager
M. K. DOUGLAS	Chief Accountant

SOLICITORS

WAINWRIGHT, ELDER & LAIDLEY — MONTREAL
BLAKE, ANGLIN, OSLER & CASSELS — TORONTO

TRANSFER AGENTS

MONTREAL TRUST COMPANY — MONTREAL



Endorsed Electrical Equipment

DISTRIBUTION EQUIPMENT

Breakers—Nofuz
Bus Duct.
Cabinets — Gutter, Junction, Pull, Splitter, Telephone,
Transformers.
Fuse Clamps and Grips.
Panelboards—Distribution, Lighting, Residential.
Switches—Industrial, Service.
Switchboards—Lighting, Power.
Trol-E-Duct.
Wireways.

LIGHTING EQUIPMENT

Display, Floodlighting, Spot.
Floating Arm Lamps.
Fluorescent, Incandescent.
Porcelain Enamel Reflectors.
Vapor-Proof, Dust-Tight, Explosion-Proof.

MOTOR CONTROL

Float, Foot and Limit Switches.
Magnetic Brakes.
Mill Duty Control.
Pushbutton Stations.
Resistors.
Starters.
Unitrol Control Centres.

WIRING SUPPLIES

Boxes—Outlet and Switch.
Cable Clamps and Connectors.
Fittings—Fixture, Ground.
Fuses—Cartridge.
Signals—Industrial.
Transformers—Luminous Tube, Oil Burner Ignition.
Wiring Devices.

