LAKE OF THE WOODS MILLING COMPANY

LIMITED

Balance Sheet, August 31st, 1918

LIABILITIES

CAPITAL STOCK				
Common—Authorized			$2,500,000.00	
Less—Unissued			400,000.00	
Issued			$2,100,000.00	
Preferred 7%			1,500,000.00	$3,600,000.00
BONDS				
Six per cent., maturing 1923			$1,000,000.00	
Less—Redeemed in 1912			100,000.00	900,000.00
ACCRUED INTEREST ON BONDS, three months			13,500.00	
ACCOUNTS PAYABLE			166,002.02	
CONTINGENT RESERVE (including provision for War Tax for two years 1917-1918)			742,436.27	921,938.29
BOND REDEMPTION ACCOUNT				400,000.00
SURPLUS ACCOUNT				
Balance at 31st August, 1917			$831,883.52	
Less—Appropriation to Bond Redemption Account			200,000.00	
			$631,883.52	
ADD				
Profits from Milling after deducting all expenses of operation and providing Reserves for Doubtful Accounts, War Taxes and Continencies		$601,520.23		
Profits from other sources less War Tax		169,394.15		
Dividends from Sunset Manufacturing Co., Ltd.		87,000.00		
		$857,914.38		
LESS				
Interest on Bonds for year	$ 54,000.00			
Dividend Preferred Shares for year	105,000.00			
Dividend 8% on Common Stock for year	168,000.00			
Additional Dividend 4% on Common Stock (from Sunset Mfg. Co., Ltd.)	84,000.00			
Written off Property and Good-Will Accounts	100,000.00	511,000.00		
			346,914.38	978,797.90
				$6,800,736.19
INDIRECT LIABILITY				
On Customers' Paper Under Discount			$109,312.05	

ASSETS

PROPERTY			
Real Estate, Buildings, Machinery, as at 31st August, 1918		$3,183,674.99	
LESS			
Written off—Depreciation		50,000.00	$3,133,674.99
STOCKS			
Keewatin Flour Mills Co., Ltd.	Capital Stock	200,000.00	
Sunset Manufacturing Co., Ltd.	Capital Stock	50,000.00	
Medicine Hat Milling Co., Ltd.	Capital Stock	50,000.00	300,000.00
LOANS			
Advances to Keewatin Flour Mills Co., Ltd.			181,061.45
Goodwill, Trade Marks, etc.		$550,000.00	
Less—Written off		50,000.00	500,000.00
STABLE & WAREHOUSE EQUIPMENT, OFFICE FURNITURE & SPARE MACHINERY		67,352.42	
WHEAT, FLOUR, BAGS, BARRELS, MILL SUPPLIES, as per inventories, less Reserve		669,878.99	
OPEN ACCOUNTS RECEIVABLE, after providing for Bad and Doubtful Debts		660,387.63	
CASH ON HAND AND IN BANKS		1,088,380.71	
VICTORY LOAN BONDS		200,000.00	2,685,999.75
			$6,800,736.19

Montreal, September 25th, 1918.

We have examined and audited the Books and Accounts of the Lake of the Woods Milling Company, Limited, at Winnipeg, Portage-la-Prairie, Keewatin and Montreal, for the year ending 31st August, 1918. The Inventories of the various Stocks and Equipments have been certified by officials of the Company.

We certify that we have obtained all the information and explanations we have required and that, in our opinion the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs according to the best of our information and the explanations given to us and as shown by the Books of the Company.

RIDDELL, STEAD, GRAHAM & HUTCHISON, C.A., Auditors.