

BALANCE SHEET
At December 31st, 1955

ASSETS		LIABILITIES	
Current Assets—		Current Liabilities—	
Cash.....	\$ 1,107,940	Accounts payable.....	\$ 4,942,687
Working funds.....	46,786	Traffic balances payable to other air lines.....	2,409,197
Special deposits.....	24,013	Air travel plan deposits.....	1,257,150
Accounts receivable—		Salaries and wages.....	1,146,457
Government of Canada.....	\$ 1,541,171	Prepaid transportation.....	2,176,862
Traffic balances from other air lines.....	1,495,616	Other current liabilities.....	180,797
Air travel plan.....	1,268,180		
Agents.....	631,644		
Other.....	1,289,334		
	6,225,945		
Materials and supplies.....	7,500,155	Loans and Debenture—Canadian National Railways	\$12,113,150
Other current assets.....	174,002	Notes payable.....	\$13,500,000
	\$15,078,841	Debenture, 3-7/8% maturing January 1st, 1973.....	20,000,000
Insurance Fund.....	6,000,000		33,500,000
Capital Assets—		Reserves—	
Property and equipment.....	\$68,220,975	Insurance.....	\$ 6,000,000
Less: Accrued depreciation.....	31,513,964	Overhaul.....	468,266
	\$36,707,011		6,468,266
Progress payments on purchase of aircraft.....	4,006,363	Capital Stock—	
	40,713,374	Common stock—	
	\$61,792,215	Authorized 250,000 shares par value \$100 per share.....	
		Issued 50,000 shares, fully paid.....	5,000,000
		Surplus—	
		Surplus, January 1st, 1955.....	\$ 3,819,119
		Net income, year 1955.....	190,095
		Refund on prior years' Federal income tax.....	228,174
		Adjustment of 1954 appropriation for Insurance Reserve.....	473,411
		Surplus, December 31st, 1955.....	4,710,799
			\$61,792,215

W. S. HARVEY,
Comptroller.

CERTIFICATE OF AUDITORS

We have examined the books and records of the Trans-Canada Air Lines for the year ended 31st December, 1955, and, in our opinion, proper books of account have been kept by the Air Lines.

The above balance sheet and the relative statement of income are prepared on a basis consistent with that of the preceding year, and are, in our opinion, properly drawn up so as to give a true and fair view of the state of the Air Lines' affairs at 31st December, 1955, and of the income and expense for the year according to the best of our information and the explanations given to us, and as shown by the books of the Air Lines.

The transactions of the Air Lines that have come under our notice have, in our opinion, been within the powers of the Air Lines. We are reporting to Parliament in respect of our annual audit.

(Signed) GEORGE A. TOUCHE & CO.
Chartered Accountants.