

**SUCOZONE LABORATORIES, (CANADA) LTD.**

**HISTORY. SUMMARY & CONCLUSION**

In May, 1934, Dr. Alexander S. Ramage entered into an option-contract with one Cortez K. Hall, D.D.S., whereby for and in consideration of \$1,500.00 Cash in hand paid and \$8,500.00. Subsequent cash payments, Ramage conveyed to Hall and his assigns exclusive right to manufacture, market and sell all medicinal products prepared under Canadian Letters Patent No. 238,266. Hall with the active co-operation and financial assistance of Dr. Donald L. Drummond of Detroit (now of General Staff, Ford Hospital, Detroit) caused to be brought into existence Raleigh Chemicals, Ltd., with authorized capital of \$100,000.00. 100,000 shares common stock with par value of \$1.00 each. Hall sold to Raleigh Chemicals his general license and franchise contract with Ramage for the sum of \$40,000.00 and accepted 40,000 shares in full payment thereof. Dr. Ramage and his assigns agreed to accept from Hall 8,500 shares of stock in full payment of the \$8,500.00 balance due under contract. Under the general theory he was selling his own personal property, Hall proceeded to disburse ~~of~~ his stock by sale at various prices, discharging his own personal obligations and, in some instances, giving shares for services rendered to him. The successor Corporation, Sucezone Laboratories, (Canada) Ltd., now has under a general exchange agreement, all but about 500 shares of the entire outstanding 40,000 shares on deposit (no further stock having been issued) with Guaranty Trust Co., Windsor, Ontario. In 1936, Roy K. Saunders, now president of the Sucezone Laboratories, (Canada) Ltd., came in contact with one Charles Bennett, who is and was head of Daisy Air Rifle Co., Plymouth, Michigan. This contact was made through Hall. Bennett agreed to purchase entire balance of 60,000 shares in the Treasury of Raleigh Chemicals, Ltd., for the sum of \$25,000.00 and as a precedent condition to such commitment, insisted upon formation of the present corporation. Accordingly in 1937, Sucezone Laboratories, (Canada) Ltd., was formed under Province of Ontario regulations with a corporate structure of 50,000 shares of preference stock, (preferred as to assets and earnings). Par value \$5.00 per share. Likewise 250,000 shares of no Par Common (\$1.00 declared value for tax purposes). Later Bennett withdrew his offer to buy the heretofore mentioned 60,000 shares subject to exchange for new stock and proceeded from time to time to make the new corporation various loans of money, taking its promissary notes endorsed by Saunders and secured by deposit of preference stock. In the aggregate, these loans amounted to \$14,005.00. President Saunders afterward liquidated these loans in full and took only the assignment of Bennett's stock in reimbursements. Other shares of preference stock were sold in the amount of \$7,000.00 or 1,400 shares. Sum total of actual cash invested and disbursed amounted to \$21,005.00. This latter amount was expended and further obligations on credit incurred amounting to approximately \$7,500.00. Negotiations for settlement indicate \$6,000.00 of this latter amount can be liquidated for pre-

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