

PROFIT AND LOSS ACCOUNT—

Consolidated Credit as at 30th	
June, 1919	\$ 2,368,222.72
Add Net Profit for the Year ..	2,202,069.52
	<u>\$ 4,570,292.24</u>

Less Preferred Stock Dividend, representing accumulated Dividend on 7% Preferred Stock from 1st July, 1913, to date, and share thereof (10%), payable to Bondholders	\$2,871,493.41
Transferred to Bond Sinking Fund Reserve	638,000.00
	<u>\$ 3,509,493.41</u>
Contingent Liabilities	\$ 60,937.00
	<u>\$ 1,060,798.83</u>
Total Liabilities	<u>\$37,348,390.26</u>

We have audited the books and accounts of The Spanish River Pulp & Paper Mills, Limited, and of its subsidiary, the Lake Superior Paper Company, Limited, for the year ending 30th June, 1920, and certify that the above Consolidated Balance Sheet is properly drawn up and shows a true and correct view of the state of the combined Companies' affairs and the results of the operations for the year as shown by the books, and according to the best of our knowledge and the explanations given us.

All our requirements as Auditors have been complied with.

PRICE, WATERHOUSE & CO.,
27th August, 1920. Chartered Accountants.
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DEBENTURES FOR SALE

DEBENTURES, TOWN OF KENTVILLE

Sealed tenders addressed to the undersigned and marked "Tenders for Debentures" will be received up to noon on October 18, 1920, for the purchase of the following debentures:—

\$25,000.00 to pay Water Works Debentures maturing January 1, 1921, in denominations of \$500.00 each, and dated January 1, 1921:

\$2,500.00 to pay School Debentures maturing January 1, 1921, in denominations of \$500.00 each, and dated January 1, 1921:

\$1,300.00 to pay Exhibition Ground Debentures which matured on November 1, 1919, in denominations of \$100.00 each, and dated November 1, 1920:

\$2,300.00 for the purchase of a Chemical Engine for the Fire Department, in denominations of \$100.00 each, and dated November 1, 1920.

These debentures redeemable in 25 years.

All of the above debentures will bear interest at six per cent. per annum, payable half-yearly, and said debentures are to be issued under the Authority of an Act of the Legislature of the Province of Nova Scotia passed at the last session.

The highest or any tender not necessarily accepted.

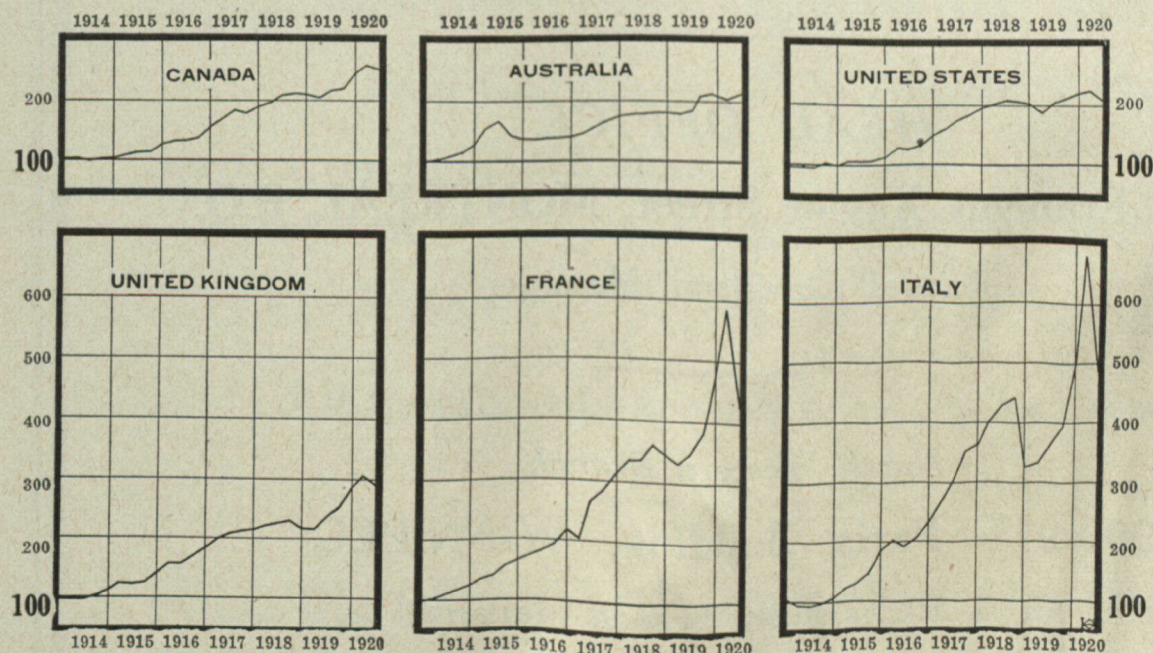
Dated at Kentville, Kings County, N.S., this 27th day of September, A.D., 1920. 246

J. CARROLL,
Town Clerk.

MOVEMENT OF WHOLESALE PRICES

"Wholesale prices continue to decline," says the Bank of Commerce Letter for September, "but in Canada, the

WHOLESALE PRICES.



The base line (or 100) represents the index number of wholesale prices for the year 1913 in each country named. The quarterly index numbers for the period January 1914 to June 1920 are plotted as percentages of this base.

Canada: Department of Labour. Australia: Bureau of Census and Statistics. United States: Bradstreet. United Kingdom: Economist. France: Statistique Generale. Italy: Bacchi.

changes recorded are slight. Food prices remain firm, and those for manufactured necessities, such as clothing, while slightly lower, are not expected to recede to any great extent. Increasing labor, transportation and other costs largely offset the

decrease in the price of wool, hides and other raw materials. At present, industry is more settled than has been the case for some time, and the labor supply has improved. These are conditions which conduce materially to efficiency, but as yet the volume of production is not such as to cause much change in the present scale of prices. Changes to conform with the general movement towards credit deflation are desirable, but precipitate declines would create business dislocation."

The accompanying graphs indicate wholesale price movements in various parts of the world during the last seven years.