

No. 18615

NAME British Columbia Fish
Saltracres 1st

MEMORANDA

18615

X/

in the Annual Report
winding up no. 18615
11 3
Atkinson

PHONE PACIFIC 4131
PLEASE REFER TO
FILE NO. Enemy 179

CANADA
DEPARTMENT OF THE SECRETARY OF STATE
OFFICE OF THE CUSTODIAN
JAPANESE EVACUATION SECTION

506 ROYAL BANK BLDG.
HASTINGS AND GRANVILLE
VANCOUVER, B. C.

December 20, 1948.

K. W. Wright, Esq.,
Counsel to the Custodian,
Office of the Custodian,
Victoria Building,
7 O'Connor Street,
Ottawa, Ontario.

Dear Mr. Wright:

Re: BRITISH COLUMBIA FISH SALTERIES LTD.

We enclose herewith copy of P. S. Ross & Sons report
on winding-up in connection with the above mentioned company,
under date of December 6, 1948.

Yours very truly,

F. G. Shears
F. G. Shears,
Director.

FGS/AC
Enc.

18615

No. 18615

Copy to
Encl. 5
H. J. H. H.

CANADA
DEPARTMENT OF THE SECRETARY OF STATE
OFFICE OF THE CUSTODIAN

506 Royal Bank Bldg.,
Vancouver, B.C.,
November 6, 1948.

ADDRESS ALL
COMMUNICATIONS
TO THE OFFICE
OF THE CUSTODIAN
PLEASE REFER
FILE NO. E/179

K.W. Wright, Esq.,
Counsel to the Custodian,
Office of the Custodian,
Victoria Bldg.,
Ottawa, Ont.

Dear Mr. Wright:

Re: B.C. Fish Salteries Ltd.

We are enclosing herein P.S. Ross & Sons' account in duplicate for services in connection with the above Company in the amount of \$200.00.

Will you please have this account approved for payment in the usual manner.

Yours very truly,

F.G. Shears
F.G. Shears,
Director.

FGS/GN
Encl.

No. 18619
NAME British Columbia Fish Salteries Ltd.

Victoria Bldg., 7 O'Connor St.,
Ottawa, Ontario
August 9, 1947

J-3
F. G. Shears, Esq.,
Director, the Custodian,
506 Royal Bank Building,
Vancouver, B. C.

Re: B. C. Fish Salteries Ltd.
Your File No. 179

Dear Mr. Shears:

We have for acknowledgment your communication of the
26th ultimo and return herewith Orders releasing P. S. Ross &
Sons as Controllers and Mr. Field as Liquidator of the above
Company, which have been duly executed by Mr. Mathieu.

Yours very truly,

J. Foy

Encl.

No. 18619
NAME British Columbia Fish Salteries Ltd.

CANADA

DEPARTMENT OF THE SECRETARY OF STATE
OFFICE OF THE CUSTODIAN

506 Royal Bank Building,
Vancouver, B.C.

26th July, 1947.

ADDRESS ALL
COMMUNICATIONS
TO THE OFFICE
OF THE CUSTODIAN
PLEASE REFER

TO
FILE NO. 179

Enemy Section

AUG 5 REC'D

K. W. Wright, Esq.,
Counsel to the Custodian,
Office of the Custodian,
Victoria Building,
Ottawa, Ont.

Dear Mr. Wright:

Re: British Columbia Fish Salteries Ltd.

We enclose herein P. S. Ross & Sons' Report on the
liquidation of the above company dated 9th July, 1947.

Releases of P. S. Ross & Sons as Controllers and Mr.
Frederick Field as Liquidator are also enclosed for the
signature of the Assistant Deputy Custodian.

Yours very truly,

F. G. Shears

F. G. Shears,
Director.

FGS/PMH

encl.

No. 18619
NAME British Columbia Fish Salteries Ltd.

12/25/45
12/25/45
12/25/45

1st March, 1945.

British Columbia Fish Salteries Limited

Investigation Order - 18th December, 1941
Control Order - 18th December, 1941
Liquidation Order - 6th July, 1942.

Reports

Investigation Report - 18th December, 1941
Investigation Report - 26th February, 1942
Liquidation Report - 8th March, 1944.

Advertised - B. C. Gazette - 7th July, 1942
- Creditors - 7th July, 1942

Requested clearance from Income Tax

General Remarks

Physical assets of this company, one of the Matsuyama Group, have been completely liquidated and with the exception of the settlement of certain inter-company balances their affairs are now completed as far as we can go.

The remarks made by us in respect of Nanaimo Shipyards Limited with regard to liquidation in respect of shareholders' interest would apply to this company.

Financial Position - as at 31st December, 1944

Cash held by liquidator	7,692.80
Amount paid to Custodian	3,281.16
Other debts paid	6,063.02
Approximate value of out- standing inter-company balances	9,500.00
	<u>\$ 26,536.98</u>

No. 18619
NAME British Columbia Fish Salteries Ltd

*McPherson
12-12-83
12/12/83*

ACCORDRE ALL
COMMUNICATIONS
TO THE
CUSTODIAN'S OFFICE
PLEASE REFER
TO
FILE NO. Int. 179

CANADA
DEPARTMENT OF THE SECRETARY OF STATE
OFFICE OF THE CUSTODIAN

506 Royal Bank Building,
Vancouver, B.C.
16th March, 1944.

fb

G.W. McPherson, Esq.,
Executive Assistant,
Office of the Custodian,
Victoria Building,
Ottawa, Ont.

Dear Mr. McPherson:

Re: B.C. Fish Salteries Limited.

We are enclosing for your information and files
Messrs. P.S. Ross & Sons Report on the liquidation of the
above company dated 8th March, 1944.

Yours very truly,

F. G. Shears
F. G. Shears,
Director.

FGS/PMH
encl

No. 18619
NAME British Columbia Fish Salteries Ltd

FILE No. 18619

AGENTS: NAME				Action Required	Action Taken
FEEES	Paid	Recovered			
CLAIMS:	Form C	Recorded	Withdrawn		
COMPANIES: <input checked="" type="checkbox"/>	Commercial Holding	Present Position	<i>Huddled by Vancouver office</i>		
DEPOT ACCTS:	Where		Released		
DOCUMENTS:	On file	In Safe Keeping			
ESTATES and TRUSTS:	Enemy	Enemy Beneficiary	Vested		
FINANCIAL or COMTL ACCTS:	Form "A"	Recorded	Collected Released		
FOREIGN CUSTODIANS:	British	American	Other		
INSURANCE: Life	Form D	Recorded	Released		
Fire	Endorsed	Recorded			
INTERNEES:	Real Estate	Personal Property	Released		
PATENTS:	Marks	Copyrights	Royalties Paid		
REAL ESTATE:	Form A	Vested	Released		
	Recorded	Registered			
SECURITIES:	Form B	Released	Dividends Paid		
	Recorded	Commission			
MISCELLANEOUS:					

REMARKS:

RECORDED BY COMPTROLLER

EXAMINED BY

DATE

DATE 6-10-44

L.M. CO.-A18472
K.P. 488

No. 18619
NAME British Columbia Fish
Salaries 144

AEH/M

Victoria Building, 7 O'Connor St.,
Ottawa, March 27th, 1942.

Dear Mr. McPherson,

Re: British Columbia Fish
Salteries Ltd.

Dr. Coleman has asked me to acknowledge receipt of your letter of March 20th, file No. 179, enclosing a preliminary report submitted by P. S. Ross & Sons on the affairs of the above company.

Yours very truly,

(A. H. Mathieu)
Assistant Deputy Custodian.

G. W. McPherson, Esq.,
501 Royal Bank Bldg.,
Vancouver, B.C.

18615

No. 18615
NAME British Columbia Fish Salteries Ltd.

ADDRESSES ALL
COMMUNICATIONS
TO THE
CUSTODIAN'S OFFICE
PLEASE REFER
TO
FILE NO. 179.

CANADA
DEPARTMENT OF THE SECRETARY OF STATE
OFFICE OF THE CUSTODIAN

501 Royal Bank Bldg.,
Vancouver, B. C.
March 20, 1942.

1862 MAR 26 AM 9:35
SECRETARY
OF STATE

Dr. E. H. Coleman, K.C.,
Under Secretary of State,
West Block,
Ottawa, Ontario.

Dear Dr. Coleman:

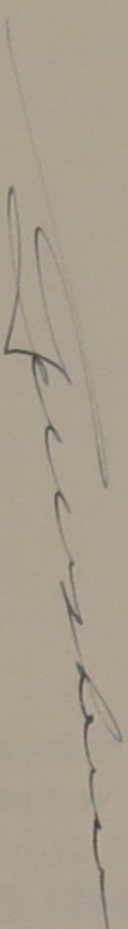
Re British Columbia Fish Salteries Ltd.

I am enclosing a preliminary report submitted by

P. S. Ross & Sons on affairs of the above company.

As soon as I have an opportunity I will take action
on this report and advise you of developments.

Yours truly,


(G. W. McPherson)
Authorized Deputy of the Secretary
of State and/or Custodian.

GWMCP/CJ

18615

No. 18615
NAME British Columbia Fish Salteries Ltd.

British Columbia Fish Salteries Ltd
12125
12125

British Columbia Fish Salteries Limited

Report on Winding-up

6th December, 1948

P. S. ROSS & SONS
CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG CALGARY VANCOUVER

No. 18613
NAME British Columbia Fish Salteries Ltd

Office of the Custodian,
Vancouver, B. C.

- 2 -

6th December, 1948

We have obtained the following releases:

Workmen's Compensation Board
Unemployment Insurance Commission
Income Tax Department

The final meeting of shareholders was held on 10th November, 1948
after which the required returns were filed with the Registrar of Companies.
At the expiration of three months the liquidation should be complete.

We shall be pleased to furnish any additional information you
may require relative to the foregoing.

Yours faithfully,

W. Ross
Chartered Accountants.

No. 18613
NAME British Columbia Fish Ltd
Salaries

Exhibit "A"

British Columbia Fish Salteries Limited

Balance Sheet

As at 10th January, 1947

A s s e t s

Cash in bank	9,831.14	\$ 8,171.82
Accounts receivable	<u>518.40</u>	<u>9,312.74</u>
<u>Deduct: Reserve for bad debts</u>		<u>\$ 17,484.56</u>

C a p i t a l

<u>Authorized</u>		\$ <u>150,000.00</u>
1,500 shares of \$100.00 each		
<u>Issued and fully paid</u>		
800 shares of \$100.00 each	80,000.00	<u>17,484.56</u>
<u>Deficit</u>	<u>62,515.44</u>	<u>\$ 17,484.56</u>

No. 18613
NAME British Columbia Fish Salteries Ltd

Exhibit "B"

British Columbia Fish Salteries Limited

Deficit Account

For the period 10th January, 1947 to 10th November, 1948

Deficit - 10th January, 1947

\$ 62,515.44

Add:

Accounts receivable written off

869.92

Custodian re control and liquidation expenses

360.00

Sundry expenses

26.90

63,772.26

Deduct:

Bad debts recovered

453.53

Outstanding cheque cancelled

68.91

522.44

Deficit - 10th November, 1948

\$ 63,249.82

S u m m a r y

Issued capital

\$ 80,000.00

Deficit as above

63,249.82

Distribution to shareholders - per exhibit "C"

\$ 16,750.18

No. 18619 NAME British Columbia Fish Salteries Ltd

Exhibit "C"

British Columbia Fish Salteries Limited
Statement of Cash Receipts and Disbursements

For the period 1st January, 1942 to 10th November, 1948

	1/1/1942 to 6/7/1942	7/7/1942 to 10/1/1947	11/1/1947 to 10/11/1948	Total
Balance - 1st January 1942				215.78
<u>Receipts</u>				
Accounts receivable	7,481.99	442.60	8,442.82	16,367.41
Sale of assets	1,620.00	14,326.70		15,946.70
Sale of merchandise	171.30			171.30
Expenses recovered				302.67
Camp expense	302.67			302.67
Insurance		380.13		380.13
Taxes		257.07		257.07
Bad debts recovered			453.53	453.53
Outstanding cheque cancelled			68.91	68.91
	9,575.96	15,406.50	8,965.26	34,163.50
<u>Disbursements</u>				
Accounts payable - current	2,688.11	3,886.06		6,574.17
Accounts payable - enemy	2,667.80	1,719.66		4,387.46
Accounts payable - employees	721.84			721.84
Expenses	579.92	555.00		1,134.92
Insurance	22.48			22.48
Repairs	20.00			20.00
Travelling	57.99	41.25		99.24
Telephone and telegraph	242.95	1,126.40		1,369.35
Watchman	23.10	77.07		100.17
Advertising	64.00	223.60		287.60
Surveys and appraisals				336.23
Workmen's compensation	296.80	39.43		336.23
Insurance		42.75		42.75
Unemployment insurance		440.97		440.97
Land taxes		26.53		26.53
Scow expense		20.00		20.00
Road rent				
Investigation, control and liquidation fees		1,040.00	360.00	1,400.00
Legal fees		362.65	26.90	389.55
Miscellaneous	9.15	30.91	16,750.18	16,790.04
Distribution to shareholders	7,394.14	9,632.28	17,137.08	34,163.50
Balance - 10th November, 1948				N11

No. 18610
NAME British Columbia Fish Salteries Ltd

British Columbia Fish Salteries Limited

Report on Liquidation

9th July 1947

P. S. ROSS & SONS
CHARTERED ACCOUNTANTS

MONTREAL

TORONTO

WINNIPEG

CALGARY

VANCOUVER

No. 18613
NAME British Columbia Fish Salteries Ltd

ESTABLISHED 1858

CABLE ADDRESS: PHILROSS

P. S. ROSS & SONS

CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG
CALGARY VANCOUVER

MALDEN, G. ROSS, CHART.
J. W. ROSS, CHART.
J. R. CAMPBELL,
J. A. GRANT,
W. L. GATHEHOUSE,
O. M. GATHEHOUSE,
H. J. ROSS,
H. I. ROSS,
O. M. SMITH.

B. B. PECKHAM,
W. G. JERMCOTT,
H. S. HAWTHORNE,
J. A. ROSS,
F. A. COFFEY,
O. G. HARRIS.

ROYAL BANK BUILDING
360 ST. JAMES STREET
MONTREAL, QUE.

9th July, 1947

Office of the Custodian
506 Royal Bank Building
Vancouver, B.C.

Attention: Mr. F. G. Shears, Director

Dear Sirs:

Re: British Columbia Fish Salteries Limited

Under date of 8th March 1944 we reported to you on the affairs of this company to 31st December 1943. We now wish to report on the transactions to 10th January 1947, at which date the company was placed in formal liquidation in accordance with your order of 17th August 1946. We attach the following exhibits:

- Exhibit 1 - Balance Sheet as at 10th January 1947.
- Exhibit 2 - Deficit account for the period 1st January 1942 to 10th January 1947.
- Exhibit 3 - Statement of cash receipts and disbursements for the period 1st January 1942 to 10th January 1947.
- Exhibit 4 - Liquidation expenses for the period 6th July 1942 to 10th January 1947.

Accounts Receivable

Since the date of our last report we have collected accounts receivable in the amount of \$414.02 and have written off uncollectible accounts totalling \$1,517.73. In addition we have provided reserves for bad debts in the amount of \$518.40. The accounts still carried on the

No. 18613
NAME British Columbia Fish Salteries Ltd

Office of the Custodian
Vancouver, B.C.

- 2 -

9th July, 1947

attached balance sheet are as follows:

T. Matsuyama and Company Limited	\$ 7,824.58
Moresby Island Fisheries Limited	23.52
Moresby Island Fisheries (Jedway) Limited	<u>1,464.64</u>
	<u>\$ 9,312.74</u>

As these companies are involved with the Matsuyama interests it is impossible to determine with any degree of accuracy the amounts that will be realized until the matter of income taxes has been settled. For this reason, we have not attempted to estimate the amount of the reserves required.

Accounts Payable

We have written off accounts in the amount of \$151.80 which we have determined are not payable along with a suspense account re stored salt referred to in our last report and against which we have had no claims as a result of our advertisements for creditors.

General

We have requested the Income Tax authorities to issue tax clearances in respect of this company and as soon as these are received we propose to distribute the remaining assets.

As the disposal of all physical assets has now been completed we would request that a release of controllership be issued to Mr. Frederick Field and ourselves.

We shall be pleased to furnish any additional information with regard to the foregoing.

Yours faithfully,

P. S. Ross & Sons
Chartered Accountants

P. S. ROSS & SONS

No. 18613
NAME British Columbia Fish
Salaries Ltd

11255

Balance Sheet
As at 10th January 1947

British Columbia Fish Salteries Limited

Exhibit 1

Balance Sheet

As at 10th January 1947

Assets

Cash in bank		8,171.82
Accounts receivable	9,831.14	
Less: Reserve for bad debts	<u>518.40</u>	
		<u>9,312.74</u>
		<u>\$ 17,484.56</u>

Capital

Authorized		
1,500 shares of \$100.00 each	<u>\$150,000.00</u>	
Issued and fully paid		
800 shares of \$100.00 each	80,000.00	
Deficit per exhibit 2	<u>62,515.44</u>	
		<u>\$ 17,484.56</u>

Debit balance 10th January 1947

P. S. ROSS & SONS

No. 18610 NAME British Columbia Fish Salteries Ltd

116387

British Columbia Fish Salteries Limited

Exhibit 2

Deficit Account

For the period 1st January 1942 to 10th January 1947

Debit balance 31st December 1941 13,783.07

Add: Adjustments re 1941

Herring sales 1941, overestimated	1,976.05
Fishing expense	293.47
Gas boat "K.U." expense	4.80
Scow repairs	2,247.56
Repairs	6.16
Workmen's Compensation Board	56.45
	<u>4,584.49</u>

Less:

Adjustment	22.81
Sundry revenue	385.67
Camp expense	242.79
Light and fuel	256.92
Tools and supplies	11.66
Workmen's Compensation	17.03
Reserve for taxes	280.56
	<u>1,217.44</u>
	3,367.05

Less: 50% charged to T. Matsuyama and Company Limited 1,683.52

1,683.53
15,466.60

Adjusted deficit to 31st December 1941

Profit and loss account for period 1st January to 6th July 1942

Net repairs	238.43
Fire Insurance	233.97
Watchman's wages	420.10
Interest and exchange	1.15
Office expense	16.92
Office salary	383.25
Taxes	217.15
Telephone and telegraph	82.04
Travelling	43.50
	<u>1,635.51</u>

Less: Salt and bait sales 410.29

Cash discount 4.55

Less: 50% charges to T. Matsuyama and Company Limited 1,220.67

Deficit at 6th July 1942 610.34

610.33
16,076.93

Add:

Loss on sale of fixed assets & supplies	25,107.40
Goodwill written off	16,106.26
Accounts receivable written off	1,517.73
Reserve for bad debts	518.40
Liquidation expenses - per exhibit 4	3,799.39
	<u>47,049.18</u>

Less: 63,126.11

Accounts payable written off 151.80

610.67

Salt storage account written off 458.87

\$ 62,515.44

Debit balance 10th January 1947
per exhibit 1

No. 18619 NAME British Columbia Fish Salteries Ltd

11655

British Columbia Fish Salteries Limited

Statement of Cash Receipts and Disbursements

For the period 1st January 1942 to 10th January 1947

Exhibit 3

	<u>1/1/1942</u> <u>to 6/7/1942</u>	<u>7/7/1942</u> <u>to 10/1/1947</u>	<u>Total</u>
Balance - 1st January 1942			215.78
<u>Receipts</u>			
Accounts receivable	7,481.99	442.60	7,924.59
Sale of assets	1,620.00	14,326.70	15,946.70
Sale of merchandise	171.30		171.30
Expenses recovered			
Camp expense	302.67		302.67
Insurance		380.13	380.13
Taxes		257.07	257.07
	<u>9,575.96</u>	<u>15,406.50</u>	<u>25,198.24</u>
<u>Disbursements</u>			
Accounts payable - current	2,688.11		2,688.11
Accounts payable - enemy	2,667.80	3,886.06	6,553.86
Accounts payable - employees	721.84	1,719.66	2,441.50
Expenses			
Insurance	579.92	555.00	1,134.92
Repairs	22.48		22.48
Traveling	20.00		20.00
Telephone and telegraph	57.99	41.25	99.24
Watchman	242.95	1,126.40	1,369.35
Advertising	23.10	77.07	100.17
Surveys and appraisals	64.00	223.60	287.60
Workmen's compensation insurance	296.80	39.43	336.23
Unemployment insurance		42.75	42.75
Land taxes		440.97	440.97
Scow expense		26.53	26.53
Road rent		20.00	20.00
Investigation, control and liquidation fees		1,040.00	1,040.00
Legal fees		362.65	362.65
Miscellaneous	<u>9.15</u>	<u>30.91</u>	<u>40.06</u>
	<u>7,394.14</u>	<u>9,632.28</u>	<u>17,026.42</u>
Cash in bank - 10th January 1947			<u>\$ 8,171.82</u>

P. S. ROSS & SONS

No. 18610 NAME British Columbia Fish Salteries Ltd

12/18/47

Exhibit 4

British Columbia Fish Salteries Limited

Liquidation Expenses

For the period 6th July 1942 to 10th January 1947

Watchman's wages	969.46
Fire Insurance	408.85
Taxes	401.05
Survey and valuations	287.60
Auction expense re furniture	37.80
Advertising	100.17
Road rent	20.00
Scow expense	26.53
Telephone and telegraph	46.92
Legal fees - incurred prior to Japanese evacuation	362.65
Legal fees - incurred since evacuation	
Custodian	
Investigation	210.00
Control	230.00
Liquidation	600.00
Miscellaneous	

Total per exhibit 2

\$ 3,799.39

P. S. ROSS & SONS

No. 18619
NAME British Columbia Fish Salteries Ltd

12/15/44
12/15/44

Recd 12/3/44
P. S. Ross & Sons
Vancouver

BRITISH COLUMBIA FISH SALTERIES LIMITED

Report on Liquidation

8th March, 1944

P. S. ROSS & SONS
CHARTERED ACCOUNTANTS

MONTREAL

TORONTO

WINNIPEG

CALGARY

VANCOUVER

No. 18613
NAME British Columbia Fish
Salteries Ltd

MONTREAL
300 ST. JAMES STREET
WINNIPEG
407-1-1/2 CANTER BUILDING
CALGARY
ROYAL BANK BUILDING
VANCOUVER

ESTABLISHED 1850

CABLE ADDRESS PHILROSS

P. S. Ross & Sons
CHARTERED ACCOUNTANTS, TRUSTEES & LIQUIDATORS

ROYAL BANK BUILDING

VANCOUVER, B.C.

March 8th, 1944.

BRO. GEN. JAMES O. ROSS,
A. F. S. ROSS, (CAN) F.R.A.A. (ENG)
JOHN W. ROSS,
JOHN W. ROSS, (CAN) F.R.A.A. (CAN)
GORDON W. SCOTT, C.A.
B. R. CAMPBELL, C.A.
JOHN A. GRANT, C.A.
B. R. CAMPBELL, C.A.
RUE E. ROULT, C.A.
W. L. GATEHOUSE, C.A.
W. G. LETHBRIDGE, C.A.
J. D. CAMPBELL, C.A.
F. E. H. GATES, C.A.
G. M. HAWTHORN, C.A.
JAN A. ROSS, C.A.
JOHN A. ROSS, C.A.

Office of the Custodian,
506 Royal Bank Building,
Vancouver, B. C.

Attention Mr. F. G. Shears
Director

Dear Sirs:

Re: British Columbia Fish Selteries Limited

Since our report of the 26th February, 1942, the affairs of British Columbia Fish Selteries Limited continued under our control until the 6th July, 1942, when, upon our recommendation, you appointed our Mr. Frederick Field controller with the powers of a liquidator. We now wish to report upon the transactions during the period 1st January, 1942, to the 31st December, 1943, and attach the following statements as exhibits thereto:

- Exhibit 1 - Balance Sheet as at 31st December, 1943.
- Exhibit 2 - Deficit Account to 31st December, 1943.
- Exhibit 3 - Statement of Cash Receipts and Payments for the period 6th July, 1942, to 31st December, 1943.
- Exhibit 4 - Balance Sheet as at 6th July, 1942.
- Exhibit 5 - Deficit Account to 6th July, 1942.
- Exhibit 6 - Statement of Cash Receipts and Payments for the period 1st January to 6th July, 1942.

Period of Control

The Japanese employees of the company were evacuated in March, 1942, and arrangements were immediately made for the appointment of a white watchman. Instructions were given to the watchman to prepare a complete inventory of the plant, equipment, and

No. 18613
NAME British Columbia Fish Selteries Ltd

Office of the Custodian,
Vancouver, B. C.

- 2 -

March 8th, 1944.

supplies. We made inquiries amongst the packing companies with a view to leasing the plant but the only offer received was from the B. C. Packers Limited who suggested a rental of \$600.00 for the season. This rent was considered unsatisfactory as it was insufficient to cover the necessary carrying charges. As we were unable to secure a tenant at a proper rental we wrote you on the 6th July, 1942, recommending that steps be taken to dispose of the company's properties and on the same day you appointed Mr. Frederick Field controller with the powers of a liquidator.

During this same period all scows owned by Japanese companies were advertised for sale and the following owned by this company were disposed of.

M - 3	\$ 810.00	} Purchased by Canadian Fishing Co. Ltd.
M - 6	810.00	

Period of Liquidation

A copy of the notice to creditors is attached as Schedule 1 and was published in the three Vancouver papers, Vancouver Daily Province, Vancouver Sun, Vancouver News-Herald, on the 7th, 8th, 9th July, 1942, respectively.

An advertisement was published (see Schedule 2) inviting tenders for the purchase of the plant equipment and supplies owned by the company situated at Otter Bay, B. C. This advertisement was published in the three Vancouver papers, Vancouver Daily Province, Vancouver Sun, Vancouver News-Herald, on the 7th, 8th, 9th July, 1942, respectively. In response to this offering the following tenders were received:

B. C. Packers Limited	\$ 4,500.00 for all equipment and supplies.
S. P. Corbett	4,125.00 for all equipment and supplies.
S. P. Corbett	500.00 for land and buildings.
D. J. Cousineau	1,100.00 for land and buildings.
B. C. Distributors Co. Ltd.	2,800.00 for all equipment and supplies.

We engaged Mr. C. P. Leckie of Messrs. C. P. Leckie Co. Ltd. to make a valuation of the nets and fishing supplies and their appraisal, subject to checking the weights of certain fish nets, approximated \$5,000.00. As the nets, etc., represented only a portion of the assets it was considered that the foregoing offers were too low

No. 18613
NAME British Columbia Fish
Salaries Ltd

Office of the Custodian,
Vancouver, B. C.

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March 8th, 1944.

and accordingly the bids were refused and the cheques accompanying the bids returned. During the subsequent months we endeavoured to interest all the local fish packing companies in making an offer for the property. Five different companies, as well as several individuals, made an inspection of the plant but declined to make an offer. On the 15th April, 1943, we received an inquiry from Mr. S. Humphries of London Fish Company Limited and as a result, received an offer from him of \$12,000.00 for land, buildings, equipment and supplies.

As previously arranged with you, this offer was referred to Mr. R. Kite (manager of Matsuyama interests) who refused to approve the sale and referred us to Mr. Kimura for information as to the reasons for his refusal. Mr. Kimura stated that Mr. Kite will not consent to a sale at any price as he feared that the acceptance would mean that the Matsuyama interests would probably be forever excluded from recommencing operations in the salt herring business.

In order to properly assess the offer of Mr. Humphries, we requested Messrs. Thompson & Binnington Limited to make an appraisal of the plant and equipment, and buildings, excluding the nets and fishing supplies. We attach a copy of their report as Schedule 3. A summary of the various appraisals and values is as follows:

- | | |
|--|---------------------|
| 1. Buildings, machinery, loose tools, etc.
valued per Thompson & Binnington | \$6,000.00 |
| 2. Nets and fishing gear
valued per Mr. C. P. Leckie | 5,471.27 |
| 3. Land - at assessed value | 1,100.00 |
| | <u>\$ 12,571.27</u> |

Based on the foregoing, we recommended the acceptance of the offer of Mr. Humphries on the 19th May, 1943, and received your approval thereof on the 27th May, 1943.

During this same period three more scows (M-1, M-2, M-5) owned by the company were sold to the West Coast Shipbuilders Limited for \$1,680.00. The boat "Lion's Gate" was disposed of by the Japanese Boat disposal committee for the sum of \$350.00 which, less charges of \$6.00 netted the company \$344.00. Certain office furniture located

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The sale of these items complete the disposal of all the physical assets of the company with the exception of one scow "No Name", the dimensions of which are given as 14' x 50' x 3'5". This scow was supposed to be lying at Steveston, B. C. but efforts to discover its location have so far been fruitless.

discover its location have so far been fruitless.

are as follows:

$$\begin{array}{r} 7,938.48 \\ 23.52 \\ 1.73 \\ 414.02 \\ 141.80 \\ 310.36 \\ \hline 1,464.64 \\ \hline 10,294.55 \end{array}$$

it is not possible to be definite as to collection at this time.

is being issued to the controller.

Co. Ltd. has not filed a claim against the company.

Power Ltd. and they now inform us that the account should be written off.

We shall be glad to furnish any further information you require.

Yours faithfully,

Chartered Accountants.

No. 18613
NAME *Billish Columbia Fish*
Salaries Ltd

Notes

BRITISH COLUMBIA FISH SALTERIES LIMITED
Balance Sheet as at 31st December, 1943

Exhibit 1.

A s s e t s

Current	
Cash - balance at bankers	14,339.28
Accounts Receivable	10,294.55
Enemy Interests	1,500.00
Canadian Salt Herring Exporters Limited - Loan	82.24
Sundry account	<u>11,876.79</u>
	26,216.07
Goodwill Account	<u>16,106.26</u>
	<u>\$ 42,322.33</u>

L i a b i l i t i e s

Current	
Accounts Payable	1,719.66
Employees	3,885.46
Enemy Interests	458.87
Nanaimo Shipyards	150.00
M. Ureta	1.80
Suspense re Salt Storage Disputed account	<u>6,215.79</u>
Sundry	2,323.96
	<u>1,561.50</u>

Capital

Authorized	\$150,000.00
1500 shares of \$100.00 each	
Issued and fully paid	80,000.00
800 shares of \$100.00 each	
Deficit account per Exhibit 2	<u>43,893.46</u>
	<u>36,106.54</u>
	<u>\$ 42,322.33</u>

No. 18613 NAME British Columbia Fish Salteries Ltd

Exhibit 2.

BRITISH COLUMBIA FISH SALTERIES LIMITED

Deficit Account

to 31st December, 1942

Balance at debit 6th July, 1942

16,076.93

Loss on sale of fixed assets and supplies

25,107.40

Expenses 6th July, 1942 to 31st December, 1942

Watchman's wages	969.46
Fire insurance	408.85
Taxes	401.05
Survey and valuations	287.60
Auction expense re furniture	37.80
Advertising	32.50
Road rent	20.00
Scow expense	26.53
Telephone and telegraph	46.92
Custodian	
Investigation	
Control	210.00
Sundry	230.00
	38.42

2,709.13

Balance at debit 31st December, 1943

\$ 43,893.46

Balance at debit 6th July, 1942
Loss on sale of fixed assets and supplies
Expenses 6th July, 1942 to 31st December, 1942
Watchman's wages
Fire insurance
Taxes
Survey and valuations
Auction expense re furniture
Advertising
Road rent
Scow expense
Telephone and telegraph
Custodian
Investigation
Control
Sundry

16,076.93
25,107.40
969.46
408.85
401.05
287.60
37.80
32.50
20.00
26.53
46.92
210.00
230.00
38.42
43,893.46

No. 18613 NAME British Columbia Fish Salteries Ltd

Exhibit 3.

BRITISH COLUMBIA FISH SALTERIES LIMITED

Cash Receipts and Disbursements

From 6th July, 1942 to 31st December, 1943

(Period of liquidation)

Receipts		
Balance on hand 6th July, 1942		2,397.60
Accounts Receivable	28.58	
Realization of assets		
Sale of three scows	1,680.00	
Sale of boat "Heron's Gate"	344.00	
Sale of furniture	237.70	
Sale of land, buildings, plant and supplies	12,000.00	
	14,261.70	
Reimbursements		
Insurance	380.13	
Taxes	257.07	
	637.20	
		<u>14,927.48</u>
		17,325.08
Disbursements		
Advertising	9.40	
Custodian		
Investigation	210.00	
Control	230.00	
Insurance	440.00	
Road rent	555.00	
Scow expense	20.00	
Survey and appraisal	26.53	
Sundries	223.60	
Land taxes	20.47	
Telephone and telegraph	440.97	
Unemployment insurance	41.25	
Workmen's Compensation Board	42.75	
Watchman's wages	39.43	
	1,126.40	
		<u>2,985.80</u>
		\$ 14,339.28

Balance on hand 31st December, 1943

Exhibit A.

BRITISH COLUMBIA FISH SALTERIES LIMITED

Balance Sheet as at 6th July, 1942

Assets

Cash - balance at bankers

2,397.60

Accounts Receivable

Enemy interests
Sundry accounts

11,794.42
111.07

11,905.49

Plant and Equipment account

Land, plant and equipment
Less depreciation reserved

69,197.16
34,446.05
34,751.11

Miscellaneous equipment and supplies
Office equipment

4,440.35
215.44

39,406.90

Deferred Charges

Prepaid insurance and taxes

451.13

Goodwill

16,106.26

\$ 70,267.38

Liabilities

Accounts Payable

Sundries
Employees
Enemy interests
Suspense re Salt Storage

191.29
1,808.69
3,885.46
458.87

6,344.31

Capital

Authorized

\$150,000.00

1500 shares of \$100.00 each

Issued and fully paid

800 shares of \$100.00 each

80,000.00

Deficit account

16,076.93

63,923.07

\$ 70,267.38

No. 18619 NAME British Columbia Fish Salteries Ltd

BRITISH COLUMBIA FISH SALERIES LIMITED

Deficit Account 1st January to 6th July, 1942

Balance at debit 31st December, 1941

13,783.07

Add Adjustments re 1941

Herring sales, 1941, overestimated

1,976.05

Fishing expense

293.47

Gas boat "K.V." expense

4.80

Scow repairs

2,247.56

Repairs

6.16

Workmen's Compensation Board

56.45

Less:-

Adjustment

22.81

Sundry revenue

385.67

Camp expense

242.79

Light and fuel

256.92

Tools and supplies

11.66

Workmen's Compensation

17.03

Reserve for taxes

280.56

Less 50% charged to T. Matsuyama & Co. Ltd.

1,217.44
3,367.05

1,683.52

1,683.53

\$ 15,466.60

Adjusted deficit at 31st December, 1941

Profit and loss account for period 1st January to 6th July, 1942.

Net repairs

238.43

Fire insurance

233.97

Watchman's wages

420.10

Interest and exchange

15

Office expense

16.92

Office salary

383.25

Taxes

217.15

Telephone and telegraph

82.04

Travelling

43.50

1,635.51

Less salt and belt sales

410.29
4.55

414.84

1,220.67

610.34

610.33

Less 50% charged to T. Matsuyama & Co. Ltd.

Deficit as at 6th July, 1942.

\$ 16,076.93

Exhibit 6.

BRITISH COLUMBIA FISH SALTERIES LIMITED

Statement of Cash Receipts and Disbursements

1st January to 6th July, 1942

Receipts
Balance on hand 1st January, 1942
Less bank overdraft

393.56
177.78

215.78

Accounts Receivable

Trade and General
Moresby Island Fisheries (Jedway)
Canadian Belt Herring Exporters

1,838.92
700.00
4,943.07

Merchandise sold or returned
Recoveries re Camp expense

7,481.99
171.30
302.67

Realization

Sale of two Scows

1,620.00

9,575.96
9,791.74

Disbursements

Accounts Payable - current
Accounts Payable - enemy
Accounts Payable - employees

2,688.11
2,667.80
721.84

Expenses

Exchange
Office expense
Insurance
Repairs
Traveling
Telephone and telegraph
Watchman
Advertising
Boat survey
Workmen Compensation Board

.15
9.00
579.92
22.48
20.00
57.99
242.95
23.10
64.00
296.80

1,316.39

7,394.14

Balance on hand 6th July, 1942.

\$ 2,397.60

No. 18613
NAME British Columbia Fish
Salteries Ltd

NOTICEBRITISH COLUMBIA FISH SALTERIES LIMITED

Under the Consolidated Regulations Respecting Trading with the Enemy (1939), the Secretary of State of Canada in an order dated the 6th day of July, 1942, has required that the above business be wound up and has appointed the undersigned as Controller of the company with the powers of a liquidator.

Every creditor of the company must file Proof of Debt with the Controller within thirty days from the date hereof in the form prescribed by the Court under the Winding Up Act (Dominion).

FREDERICK FIELD, C. A.
Controller,
British Columbia Fish Salteries
Limited,
c/o P. S. Ross and Sons,
Royal Bank Building,
675 West Hastings Street,
Vancouver, B. C.

Vancouver, B. C.
7th July, 1942.

Frederick Field, C. A.,
Controller,
British Columbia Fish Salteries Limited,
c/o P. S. Ross and Sons,
675 West Hastings Street,
Vancouver, B. C.

No. 18613
NAME British Columbia Fish Salteries Ltd

NOTICE OF CALLS FOR TENDERSFOR ASSETS OFBRITISH COLUMBIA FISH SALTERIES LIMITED

Under the Consolidated Regulations Respecting Trading with the Enemy (1939), the Secretary of State of Canada in an Order dated 6th July, 1942, has required that the above business be wound up and has appointed the undersigned as Controller with the powers of a liquidator, for the purpose of winding up the company's business affairs.

The assets of the Company on which tenders are called consists of:

Parcel "A" - Saltery land and buildings situated at Otter Bay on North Pender Island, British Columbia. Being Parcel "A" of section 17, Pender Island, B. C.

Parcel "B" - Machinery and equipment, nets, fishing supplies, and etcetera, stored in the saltery buildings.

Tenders will be received by the undersigned Controller at his office up to Noon (Daylight Saving Time) the 21st day of July, 1942, in each case upon the following terms and conditions:

1. Tenders may be made for one or more of the described parcels or for all the said parcels as a whole.
2. A certified cheque to the order of the Controller for ten percent (10%) of the offered price must be enclosed therewith; the balance of the tender price to be paid on acceptance of the tender by the Controller; subject to the condition that should the tenderer not fulfill the terms of his offer and the conditions of the notice calling for tenders, his tender will be cancelled and the amount deposited by him forfeited to the Controller as liquidated damages; cheques in respect of unaccepted offers will be returned in due course.
3. The assets are offered for sale without any warranty whatsoever on the part of the Controller as to quantity, condition or state of repair of such assets, and subject to the Controller's ability to give clear title, and while the general idea thereof may be obtained from the inventories in the office of the Controller, the sale thereof shall be made in each case subject to shortages and overages, the shortages to be at the charge of and the overages for the benefit of the successful tenderer.
4. Neither the highest or any tender will necessarily be accepted.
5. The purchaser and/or purchasers shall bear all transfer dues and taxes, if any, payable to the Crown.
6. The envelope enclosing offers should be marked "Tender" and addressed as follows:

Frederick Field, C. A.,
Controller,
British Columbia Fish Salteries Limited,
c/o P. S. Ross and Sons,
675 West Hastings Street,
Vancouver, B. C.

No. 18613
NAME British Columbia Fish Salteries Ltd

The detailed inventories of the assets on which tenders are being called may be inspected during the office hours of any day up to noon on the 20th day of July, 1942, at the office of the Controller and arrangements can be made with the Controller for permission to inspect the said assets.

Frederick Field, C. A.,
Controller of the assets of
British Columbia Fish Salteries
Limited.

The Board of Directors of the Company has the honor to acknowledge the receipt of your letter of the 10th inst. regarding the assets of the Company and the possibility of being able to sell a portion of the same on the premises.

Up to the date of the receipt of your letter, the Board of Directors has been unable to sell a portion of the assets of the Company and the possibility of being able to sell a portion of the same on the premises.

In reference to the assets of the Company, the Board of Directors has been unable to sell a portion of the same on the premises and the possibility of being able to sell a portion of the same on the premises.

Our attention was called to the fact that the assets of the Company are being sold on the premises and the possibility of being able to sell a portion of the same on the premises.

The Board of Directors has been unable to sell a portion of the assets of the Company and the possibility of being able to sell a portion of the same on the premises.

There should be enough assets on the premises to sell a portion of the same on the premises and the possibility of being able to sell a portion of the same on the premises.

This subject is being handled by the Board of Directors and the possibility of being able to sell a portion of the same on the premises.

The Board of Directors has been unable to sell a portion of the assets of the Company and the possibility of being able to sell a portion of the same on the premises.

After considering the matter from every angle, we are of the opinion that any other sale would be a loss to the Company and the possibility of being able to sell a portion of the same on the premises.

Very truly,
Frederick Field,

Controller of the assets of
British Columbia Fish Salteries
Limited.

per Mr. G. B. Thompson

No. 18613
NAME British Columbia Fish Salteries Ltd

THOMPSON & BINNINGTON LIMITED

Schedule 3.

Messrs. P. S. Ross & Sons,
Royal Bank Bldg.,
Vancouver, B. C.

Vancouver, B. C.
May 15th, 1943.

Dear Sirs:

Re B. C. Fish Salteries Ltd. Pender Island

As per your request the writer personally went to Otter Bay, Pender Island, to inspect and appraise the Buildings and Equipment as per Inventory supplied by you.

This particular assignment we have found very difficult for a number of reasons, namely:-

"A" The location of the Plant and the possibility of being able to hold a successful Auction on the premises.

"B" The cost of dismantling, packing and shipping the Equipment to Vancouver.

"C" The Buildings, cost of dismantling and transportation which a prospective purchaser would be faced with.

In reference to "A":- After making extensive enquiries, we are of the opinion it would not be advisable to hold an Auction Sale at Pender Island.

In reference to "B":- We have gathered information that to dismantle, pack and transport all the Machinery and Equipment to Vancouver would cost at least \$2000.00.

Our valuation on all the Machinery, Stock & Equipment, excluding the Nets & Gear is \$7000.00.

The Buildings should realize \$2000.00 on the following basis:- The two Bungalows should realize \$300.00 each, and four of the Mess or Bunk houses could be converted into summer houses, or sold as is for Bays and should sell for \$100.00 each, the other Buildings would have to be dismantled and the only value is the lumber.

There should be enough buyers on Pender and surrounding Islands who, if not lifted, could find good use for all the Lumber, and in our opinion \$1000.00 is a fair valuation for same.

This makes a total valuation covering Buildings, Stock & Equipment, but excluding the Nets & Gear of \$9000.00.

We would have to deduct from the above amount the sum of \$2000.00, being the cost of moving to Vancouver, also a further sum of at least \$1000.00 covering the cost of Auction Sale and disposal of the Buildings, which would only leave you a net balance of \$6000.00.

After considering the matter from every angle, we are of the opinion that any offer you receive over \$6000.00, excluding the Nets & Gear, you would be well advised to accept.

Yours truly,

THOMPSON & BINNINGTON LIMITED
per "W. G. B. Thompson"

H.B.-W.T.

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NAME British Columbia Fish Salteries Ltd

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BRITISH COLUMBIA FISH SALTERIES LIMITED

REPORT ON INVESTIGATION

26TH FEBRUARY, 1942

18615

P. S. ROSS & SONS
CHARTERED ACCOUNTANTS

MONTREAL

TORONTO

WINNIPEG

CALGARY

VANCOUVER

No. 18615 NAME British Columbia Fish
Std

G. W. McPherson, Esq.,
Vancouver, B. C.

beneficial ownership of the shares is as follows:

	Japan	231 shares
K. Ota	Vancouver	567
R. Kita	Vancouver	1
M. H. Baird	Vancouver	1
A. P. Watkins	Vancouver	800
		800 shares

The share certificates inspected by us would permit a distribution of the company's shares as above.

Mr. Kita states that in 1937 he received his shares from M. Mukai in consideration for his services over a period of several years keeping accounts for Mukai without other remuneration, but he allowed the certificates to remain in the book and did not have them transferred.

Extent and Nature of Enemy Interest

The enemy interest in the company is represented by the following:

(a) Enemy Ownership:

Shares of which beneficial ownership is vested in K. Ota,
Japan. 231 shares.

The above represents 231/800ths of the issued share capital of the company. This may be amended when the beneficial ownership of the shares claimed by R. Kita is determined.

(b) Enemy Debt:

Consisting of:

Union Fish Company Limited a company under the control of the Custodian which is a subsidiary of T. Matsuyama and Company Limited \$2,548.31

We have also included in the category of Enemy Debt certain loans made to the Company in 1940 by one K. Urata, a Japanese Fisherman residing in the Province and not under detention. K. Urata instructed the company to place this money to the credit of his son, M. Urata and

G. W. McPherson, Esq.,
Vancouver, B. C.

It consequently stands to the son's credit in
the company's books. M. Urata, we understand,
is now residing in Japan.

\$ 1,561.50

Directors, Officers and Employees

The following are the company's directors:

A. P. Watkins	Vancouver
Mrs. M. H. Baird	Vancouver

The following are employees:

R. Kita	Manager	Naturalized
Y. Okada	Bookkeeper	Canadian Born

A number of Japanese have been fishing for the company to the close of the
recent herring season.

Nature of Business

The company has carried on the business of herring fishing and
salting. On 1st July 1937 it made an agreement with T. Matsuyama and Company
Limited under which the company would operate the plant and share the profit
or loss equally with T. Matsuyama and Company. This written agreement was
for one year but it was mutually agreed to extend it and up to the date of
the last fiscal year, 30th June 1941, the profits have been so divided in
the audited accounts. Mr. R. Kita, manager of both of these companies in-
forms us that this arrangement continued throughout the 1941 season. We
have, therefore, debited half of the season's loss to T. Matsuyama and
Company Limited. Owing to the restricted outlet of herring to packing com-
panies the sales of fish for the 1941 season amounted to approximately one
fourth of the 1940 value. The product was sold through Canadian Salt Herring
Exporters Limited, a cooperative salt herring sales organization.

Financial Position

The following exhibits are attached hereto:

1. Balance Sheet as at 31st December 1941.
2. Profit and Loss Account for the six months ended 31st December 1941.

G. W. McPherson, Esq.,
Vancouver, B. C.

The company's accounts have been audited to 30th June 1941. In the fiscal year ended 30th June 1941 a net profit of \$1,072.73 was shown after crediting T. Matsuyama and Company Limited with one half of the operating profit of \$3,300.70 and reserving \$577.62 for Income Tax.

The foregoing statements for the six months ended 31st December 1941 are prepared from the books of the company and from records of Canadian Salt Herring Exporters Limited.

Current Assets

Included in the accounts receivable as shown in Exhibit 1 are the following accounts wherein there is an enemy interest:

K. Ota	Japan	\$	112.80
M. Mukai	Japan (deceased)		310.36
T. Matsuyama and Company Limited (including \$1,624.09 - being one-half of the loss for the six months to 31st December 1941)			5,542.22
Moresby Island Fisheries Limited			23.52
Moresby Island Fisheries (Jedway) Limited			2,161.89

The account receivable from Canadian Salt Herring Exporters (a co-operative salt herring sales organization) of \$6,363.14 for the balance of Fish accounts represents a balance of proceeds for the 1941 herring fishing season of \$6,170.90 according to records of the sales organization, and a debit of \$192.24 standing on the books of B. C. Salt Fisheries Limited. This total balance of \$6,363.14 may be subject to adjustment in respect of herring for bait for which the ultimate buyers have not yet made settlement. In January 1942 payments amounting to \$3,664.45 have been received on this account. The Canadian Salt Herring Exporters Limited is being investigated by us and it would appear that the liquidation in full of the remaining balance is not probable. Advances to Canadian Salt Herring Exporters Limited, \$1,500.00 also appear to be not collectible in full.

Property and Equipment

The company owns buildings and plant with a capacity for handling and salting herring on a scale considerably larger than the extent of its

No. 18613 NAME British Columbia Fish Ltd

G. W. McPherson, Esq.,
Vancouver, B. C.

operations during the recent season when it disposed of about 2,000 tons through Canadian Salt Herring Exporters Limited. B. C. Packers Limited allocated deliveries amongst a number of fishing companies of which this company was one. A pool of the four companies which sold through Canadian Salt Herring Exporters Limited operated for part of the season in order to more equitably divide the catch and the expenses. This company operated as one of this four company pool. Later a pool of three of these companies continued to operate but the B. C. Fish Salteries Limited did not join in this three company pool. The plant was rented to B. C. Packers Ltd. for the remainder of the herring season for \$1,000.00 but, although B. C. Packers paid this amount, we are informed that they ceased after a short time to operate the saltery and vacated the plant.

The buildings, plant and equipment including the fishing boat, "Lions Gate" and four scows, are shown on the company's books at a depreciated value of \$30,586.55 at 31st December 1941. The "Lions Gate", although owned by the company is registered in the name of T. Takahashi. We are informed it has not been impounded by the Royal Canadian Navy but may be in their custody at the plant of the Moresby Island Fisheries (Jedway) Limited at Skincuttle Inlet, B. C. The four fish scows are reported to be laid up at Steveston.

The land upon which the buildings and plant stand appears in the books at a valuation of \$3,000.00. Nets are valued at \$3,000.00.

We have not examined the property and equipment of the company, which is situated at Otter Bay, Pender Island, B. C. Inventories were not taken at 31st December 1941. The values shown have been estimated by the bookkeeper.

Liabilities

Accounts Payable, Trade and General have mostly been paid since 31st December 1941. We draw attention however to the following items included in the total of \$2,571.25 appearing in the balance sheet:

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G. W. McPherson, Esq.,
Vancouver, B. C.

Pumps and Power Limited \$152.40

The bookkeeper informs us that \$150.00 was the invoiced price of an electric motor which proved unsatisfactory. The motor was returned to the supplier and the liability is in dispute.

Canadian Salt Herring Producers \$200.00

This item dates back to 1938. The producers have not operated for at least a year. They are not being investigated by us. Their accounts are involved with those of Canadian Salt Herring Exporters Limited who inform us that this balance of \$200.00 is a proper claim against B. C. Fish Salteries Limited.

Income Tax \$280.56

This appears on the books as "Reserve for Tax Payable". The amount reserved for Income Taxes as at 30th June 1941 was \$577.62, of which the company has paid \$297.06.

Accounts Payable Employees \$2,485.34

This is made up as follows:

Y. Okada	Vancouver, B. C.	Wages accumulated since 1939	\$ 2,166.58
G. Nishihama	Steveston, B. C.	Wages outstanding since 1940	200.00
A. Tsujii	Otter Bay, B. C.	Watchman	34.59
Sundry balances at camp			84.17

Application of Control

Since our appointment as controllers of the company we have taken the following steps to establish control:

1. Advised the Royal Bank of Canada of our appointment and that all banking transactions are to be countersigned by us.
2. Advised the Department of Lands, Victoria, B. C. of our appointment and that the property of the company cannot be dealt in without our consent.

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NAME British Columbia Fish Ltd

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Vancouver, B. C.

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3. Insurance amounting to \$20,000.00 cancelled by an Insurance Company has been covered elsewhere.

Existing Contracts

We believe there are no contracts in existence.

Prospects for Continued Operations

Although profits have been realized in some recent years it appears unlikely that the company can operate successfully in the future unless the present restrictions limiting the tonnage of herring allowed to be caught are removed. It is also doubtful that the company will be permitted to continue operations under the management of Japanese. In any circumstances it seems to be inadvisable to continue the arrangement under which half of the profits or losses are taken by T. Matsuyama and Company Limited which company formerly financed the fishing operations but is indebted to B. C. Fish Salteries Limited in the amount of \$5,542.22 at the date of the Balance Sheet. The alternatives are to either lease the company's property to a packing company of good standing or dispose of it by sale.

Conclusions and Recommendations

A brief summary of the company's present position is as follows:

1. There is a substantial enemy interest. Whether or not the enemy interest includes the shares claimed by R. Kita is still to be determined. In our recent meeting with Mr. Kita and yourself the decision was deferred pending the results of our investigation.
2. The financial position would indicate difficulty in continuing operations under the present restricted conditions of fishing and of disposal of the catch.
3. We believe the plant to be of value and could be leased or sold. We therefore recommend that the plant and equipment be either leased to a packing company or sold. If leased for a substantial sum it might

G. W. McPherson, Esq.,
Vancouver, B. C.

be possible to liquidate the enemy interest over a period of time; otherwise the company should be liquidated.

We shall be pleased to give you any additional information that you may require in connection with the foregoing.

Respectfully submitted,

P. S. Ross
Chartered Accountants.

Exhibit 1.

ASSETS

Current Assets

Cash on hand	177.78	
Accounts Receivable		
Trade and General	571.25	
Enemy Interests	485.34	
Canadian Salt Herring	109.81	
Exporters Limited		9,344.18
Balance of fish		
accounts		
Advances		
Inventories	6,363.14	
Merchandise	1,500.00	
Net supplies and gear		
Tools and supplies		
Bunkhouse equipment	000.00	
Meshhouse equipment		

Fixed Assets

Buildings, Plant, etc.	80,000.00	
Engines		
Light Plant		
Saltory machinery	13,783.07	
Herring machinery		66,216.93
Herring Grader		
Herring Boning machine		
Waterworks		
Boats and scows		
Office equipment		
Less: Depreciation reserve		

Nets
Land

Goodwill

\$ 75,561.11

Exhibit 1.

P. S. ROSS & SONS

Exhibit 2.

British Columbia Fish Salteries Limited

Trading and Profit and Loss Account for the six months ended

31st December 1941

<u>Revenue</u>		
Salt Herring Sales		19,237.35
Fresh Herring Sales		206.87
Rent of Plant for season		1,000.00
Mess and Merchandise profit		417.42
Labour supplied		480.30
Discounts		30.71
		<u>21,372.65</u>
<u>Fishing and Packing Expenses</u>		
Boat Charter	2,831.00	
Fishing Expenses	325.78	
Fishing Fuel	625.03	
Net Supplies and gear	1,019.61	
Fishing Wages	8,150.66	
Net repairing expense	38.01	
Salt	130.20	
Bonus paid	267.00	
Boat "K U" expenses	79.93	
Shore Wages	4,535.16	18,002.38
		<u>3,343.69</u>
<u>Camp Expense</u>		
General Camp Expense	711.48	
Engine Expense	108.56	
Licence	35.00	
Light and Fuel	908.86	
Repairs and Renewals	145.38	
Tools and Supplies	807.07	
Bunkhouse Equipment	125.76	
Messhouse Equipment	131.88	
Net Repairs - Wages	174.50	
Fire Insurance	195.20	
		<u>3,343.69</u>
<u>Workmen's Compensation Unemployment Insurance</u>		
	576.80	
	<u>37.57</u>	614.37
<u>Overhead Expense</u>		
Office Salaries	800.00	
Travelling and Taxi	307.60	
Telephone and Telegraph	196.66	
General Expense	90.77	
Office Expense	147.07	
Interest and Exchange	3.30	
		<u>1,545.40</u>
<u>Depreciation</u>		
		<u>1,115.00</u>
<u>Loss for the six months</u>		
		<u>24,620.84</u>
<u>Less: One-half charged to T. Matsuyama and Company Limited</u>		
		<u>3,248.19</u>
		<u>1,624.09</u>
		<u>1,624.10</u>
		<u>12,158.97</u>
Balance at Debit 30th June 1941		
Balance at Debit 31st December 1941 to Exhibit 1		<u>13,783.07</u>