

OFFICE COPY  
295-164

Kagetsu and Company Limited

Report on Liquidation

1st March, 1945



Office of the Custodian,  
Vancouver, B. C.

- 2 -

1st March, 1945.

Shiroki Kagetsu  
Carl M. Stewart  
Vancouver, B. C.

Shiro City, B. C.  
Vancouver, B. C.  
Ottawa, Ont.  
500  
1  
70  
600

The seventy shares in the name of the Custodian are held on behalf of Tomokichi Nakano, a resident of Japan.

Extent and Nature of Enemy Interest

1st March, 1945.

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

Attention: Mr. F. G. Shears  
Director

Dear Sirs:

Re: Kagetsu and Company Limited

Since making our preliminary investigation report on the 30th March, 1942, we continued in touch with this company's affairs and on the 27th May, 1942, you issued an order appointing us as Supervisors. As Supervisors we secured possession of the financial books of the company and kept in touch with its affairs through Mr. Carl Stewart, Barrister, who had been given a power of attorney by Mr. Kagetsu. On the 15th May, 1944, you appointed our Mr. Frederick Field Controller with the powers of a Liquidator. We are submitting a report to date.

Ownership

The company was incorporated on the 30th November, 1922, under the British Columbia Companies Act, with an authorized capital of seventy-five thousand dollars (\$75,000.00) divided into seven hundred and fifty (750) shares of one hundred dollars (\$100.00). No share transfers have taken place since the 5th November, 1937, when one share in the name of S. A. Moore was transferred to Carl M. Stewart.

At the present time six hundred shares are issued and outstanding as follows:



payment from	Eikichi Kagetsu	Minto City, B. C.	529
	Carl M. Stewart	Vancouver, B. C.	1
deposited with	Custodian	Ottawa, Ont.	70
			<u>600</u>

The auditors' report on the accounts, are considered unobjectionable.

The seventy shares in the name of the Custodian are held on behalf of Tomokichi Maikawa, a resident of Japan.

Extent and Nature of Enemy Interest

The enemy interest in this company is represented by the following: seventy shares, out of a total of six hundred shares issued, now registered in the name of the Custodian on behalf of Tomokichi Maikawa, a resident of Japan.

Nature of Business

This company was formed to handle exports of lumber and logs but there have been no exports since 1931. Since that time the company has been inactive with the exception of a timber limit which was purchased from the E. & N. Railway on the 15th February, 1932. The Deep Bay Logging Company Limited had logged off this limit by 1938 and the company received payment from the Deep Bay Logging Company Limited on a stumpage basis.

Financial Position

We attach hereto the balance sheet of the company as at 31st December, 1941 (Exhibit 1) and a list of Accounts Receivable as at 31st December, 1941 (Schedule 1).

The affairs of Deep Bay Logging Company Limited are being liquidated and the progress of the liquidation would indicate that there should be sufficient funds to satisfy the amount due by Deep Bay Logging Company Limited of \$15,741.54, as well as certain large balances due to Mr. Kagetsu personally. It should be noted that at 31st December, 1941, the deficit shown by Deep Bay Logging Company Limited was almost equal to the amount of issued share capital.

The sundry accounts amounting to \$11,342.05 as shown by Schedule 1 all date back to 1934 and prior thereto. The only collection made is a

ADDITIONS	
DATE	1/3/45



1st March, 1945.

payment from the estate of Canada Daily News (J. Suzuki) of \$240.24 deposited with the Custodian. The balance of the accounts, according to the auditors' report on the accounts, are considered uncollectible.

The investment account represents 1,500 shares of \$10.00 each of Deep Bay Logging Company Limited and the course of the liquidation of that company would suggest that little or no value can be attached thereto.

The office furniture has until recently been stored in the basement of a house owned by Kagetsu at 2867 West 37th Avenue, Vancouver. This furniture has been removed under the supervision of your office and will be sold at an early date by public auction. The books of the company indicate that there should be two typewriters but no trace of these have been found and it is possible that these were taken by Kagetsu on his removal to Minto City. The automobile, a Dodge 1937, was sold by your disposal department and the proceeds of \$552.77 are held by your office to the credit of Kagetsu and Company Limited. The records do not indicate the location of the equipment stated at \$1,000.00 and it seems possible that what remains of this equipment was located at Panny Bay and included in the equipment of Deep Bay Logging Company Limited.

#### Conclusions and Recommendations

As soon as the office furniture is disposed of it should be possible to show the total realization of this estate. When this is done we recommend that Kagetsu be asked to acquire the enemy shares in the hands of the Custodian, when the remaining assets would be the sole property of Kagetsu as the owner of all outstanding shares.

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

Yours faithfully,

Chartered Accountants.

WORDING	MF 8/8/45
ADDITIONS	-
DATE	17/3/45



Kagetsu and Company Limited

Balance Sheet as at 31st December, 1941

31st December, 1941

<u>A s s e t s</u>		
Cash at bankers		45.28
Accounts Receivable		
Deep Bay Logging Co. Ltd.	15,741.54	
Sundry	<u>11,342.05</u>	27,083.59
Investment		
Shares in Deep Bay Logging Co. Ltd.		5,000.00
Equipment	1,000.00	
Office furniture and fixtures	1,148.10	
Automobile	<u>1,220.00</u>	3,368.10
Goodwill		15,000.00
		<u>\$ 50,496.97</u>
<u>L i a b i l i t i e s</u>		
Reserve for depreciation		5,051.32
<u>Capital</u>		
Authorized	<u>\$75,000.00</u>	
750 shares of \$100.00 each		
Paid up - 600 shares	60,000.00	
Deduct: Deficit to date	<u>14,554.35</u>	45,445.65
		<u>\$ 50,496.97</u>

WORDING	LF
ADDITIONS	18m
WORDING	LF
ADDITIONS	18m
DATE	11/2/46



Schedule 1.Kagetsu and Company LimitedAccounts Receivable - Sundry31st December, 1941

Canada Daily News		
1933 Note account	349.04	
1933 Tanomoshiko	360.50	
1933 J. Suzuki	<u>91.26</u>	800.80
1933 Daily People - T. Sada		600.00
1934 Hampa Buddhist Temple		2,144.79
1925 I. Ikeda		224.00
1929 Korenaga & Co. Ltd.		392.25
1932 T. Matsuno		130.00
1926 H. R. McMillan & Co. Ltd.		100.00
1926 J. Nakamura		100.00
1934 S. Nakamura		5.00
1930 S. Naruke		506.34
1934 T. Nakamura		1,295.10
1934 G. Nakamura		14.85
1928 F. Okano		9.30
1930 S. Sasaki		512.88
1928 K. Sagawa		250.00
1934 M. Shiraga		450.00
1932 S. Tsujimura		255.74
1928 Yunoki Bros.		1,784.31
1928 Mujaki Takaji		151.70
1933 Temporary Loan Account		1,614.99

\$ 11,342.05

WORDING	O.H. 1/6/41
ADDITIONS	6 m
DATE	19/3/41



EXHIBIT NO. 1388-45  
DATE  
FILED BY

2

Deep Bay Logging Company Limited

Report on Liquidation

30th April, 1946



Office of the Custodian,  
Vancouver, B. C.

- 2 -

30th April, 1946.

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

Royal Bank Building,  
Vancouver, B. C.  
30th April, 1946.

Attention: Mr. F. G. Shears  
Director

Dear Sirs: At the time we took control of this estate we were unable to

Re: Deep Bay Logging Company Limited

Since our report of the 15th March, 1945, we have continued the liquidation of the assets of Deep Bay Logging Company Limited and now submit a report to date. Attached to and forming part of this report are the following exhibits:

Exhibit 1 - Balance Sheet as at 31st March, 1946.

Exhibit 2 - Deficit Account to 31st March, 1946.

Exhibit 3 - Statement of Cash Receipts and Disbursements, 31st May, 1942 to 31st March, 1946.

Exhibit 4 - Statement of Disposal of Assets to 31st March, 1946.

#### Disposal of Equipment

Further sales of sundry equipment and wire rope in the amount of \$1,484.05 have been made and given effect to in the "Statement of Disposal of Assets" (Exhibit 4). In the month of April, 1945, we recommended that the remaining small equipment at Deep Bay be disposed of for whatever it would fetch. Our recommendation was made for the reason that the estimated remaining value did not justify the continued employment of a watchman. We were able to secure an offer of \$350.00, the sale was completed and the services of the watchman dispensed with. This, together with sundry small



30th April, 1946.

sales amounting to \$140.03, made a total realization at the camp since our last report of \$490.03. Sales of wire rope, etc. at Vancouver since our last report have amounted to \$912.12 and deducting commission charges of \$125.07, show a net realization of \$787.05. The only remaining items unsold consist of steam donkeys stored at the camp and the residue of the wire rope at Vancouver. The injectors, oilers, steam gauges and steam pumps belonging to the steam donkeys are stored at Vancouver with the Vancouver Equipment Corporation Limited. We are endeavouring to secure an offer from the machinery brokers for the remaining wire rope.

At the time we took control of this estate we were unable to account for all boom chains and upon investigation we were informed by the log brokers that settlement therefor was made direct to Mr. Kagetsu. The figure mentioned was \$1,000.00 and this amount has been charged to Mr. Kagetsu and credited to realization account.

#### Division of Proceeds

On the 22nd November, 1945, we recommended to you that we be allowed to divide the proceeds of timber, etc., as outlined in our report of 15th March, 1945, and you advised us on the 19th December, 1945, to proceed accordingly. The sum of \$23,000.00 was credited to E. Kagetsu made up as follows:

Skagit Yarder (Gas Donkey) and Cletrac Tractor		9,000.00
Timber		
Lot 504	6,000.00	
Lot 566	8,000.00	14,000.00
		<u>\$ 23,000.00</u>

Payment has been made to you on behalf of Mr. Kagetsu of \$30,450.00 consisting of Victory Loan, \$30,000.00, and accrued interest of \$450.00

Correspondence from Mr. C. M. Stewart (Solicitor for Mr. Kagetsu)



30th April, 1946.

discloses the fact that he has made collections from Lynnmour Creek Sawmills of rent and taxes shown as owing by the books of this company in the amount of \$632.08. Mr. Stewart states that such funds have been disbursed by him on behalf of Mr. Kagetsu and we have therefore charged this amount to Kagetsu's account. The following summarizes the account of Mr. Kagetsu:

Balance at credit 31st December, 1944	10,319.38
Credit by timber	14,000.00
Credit by tractor and gas donkey	9,000.00
	<u>33,319.38</u>

<u>Deduct:</u> Victory Loan bonds and accrued interest	30,450.00	
Boom Chains per A. Simpson	1,000.00	
Funds per Lynnmour Creek Sawmills per C.M. Stewart	632.08	32,082.08

Balance at credit 31st March, 1946	\$ <u>1,237.30</u>
------------------------------------	--------------------

During the period under review we have also made payment to Kagetsu & Co. Ltd. of \$14,389.34 made up as follows:

Cash	9,314.34
Victory Loan bonds and accrued interest	5,075.00
	<u>\$ 14,389.34</u>

#### Accounts Receivable

The remaining accounts receivable consist of the following:

Prior to January, 1934	
Name unknown	500.60
Genji Yatabe	235.00
July, 1934 - C. K. Mizaguchi	100.00
May, 1936 - T. Otomi	150.00
April, 1937 - Y. Saito	100.00
Sept., 1937 - J. Suzuki	805.00
Oct., 1937 - S. Kubota	50.00
1938-1940 - B. Hisaoka	390.00
	<u>\$ 2,330.60</u>

It is not expected that any of these accounts will be collected.

#### Accounts Payable

Other than the balances in favour of Kagetsu & Co. Ltd. and Kagetsu the books still show a balance to the credit of Royston Lumber Company Limited of \$231.60. The books of Royston Lumber Company Limited



Office of the Custodian,  
Vancouver, B. C.

- 4 -

30th April, 1946.

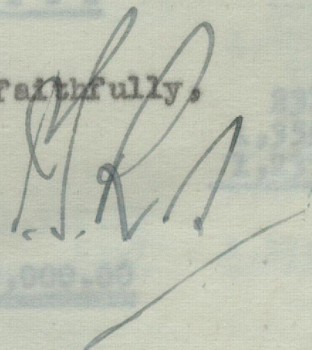
do not show this balance as owing and pending further information the  
account has not been paid.

### Conclusions

In view of the comparatively minor amount of equipment still to  
be disposed of and the indefiniteness of sale, we recommend that the  
control of this company be again assumed by your office and a release  
granted to our Mr. Frederick Field.

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

Yours faithfully,



Accounts Payable  
Raymond Lumber Co. Ltd.  
Hagston & Co. Ltd.  
H. Hagston

Authorized  
divided into 5,000 shares  
of \$10.00 each

Issued  
4,900 shares of \$10.00 each

Deficit account  
Less: Surplus to date on  
realization

73,362.72

25,751.82

49,020.00

47,550.90

1,479.30

\$ 4,303.99

The above subject to further realizations from  
steam donkey engines and wire rope.



Deep Bay Logging Company LimitedBalance Sheetas at 31st March, 1946A s s e t s

Cash - balance at bankers		1,973.39
Accounts Receivable - considered doubtful		<u>2,330.60</u>
Watchman's wages	990.00	
Telephone	55.40	
Legal expense	891.28	
Gas and oil	8.00	
Handling material	136.40	
Commission on sales	165.22	
Unemployment insurance	24.18	
Workmen's Compensation	105.05	
	4,000.00	
	72.23	
		\$ <u>4,303.99</u>

L i a b i l i t i e s

<u>Accounts Payable</u>			
Royston Lumber Co. Ltd.	231.60		
Kagetsu & Co. Ltd.	1,355.99		
E. Kagetsu	<u>1,237.30</u>		2,824.89
<u>Capital</u>			
<u>Authorized</u>	<u>\$50,000.00</u>		<u>5,319.00</u>
divided into 5,000 shares			
of \$10.00 each			\$ 73,302.72
<u>Issued</u>			
4,903 shares of \$10.00 each		49,030.00	
Deficit account	73,302.72		
<u>Less: Surplus to date on</u>			
<u>realization</u>	<u>25,751.82</u>	<u>47,550.90</u>	<u>1,479.10</u>
			\$ <u>4,303.99</u>

The above subject to further realizations from  
steam donkey engines and wire rope.



Deep Bay Logging Company Limited

Statement of Cash Receipts and Disbursements

Deficit Account

to 31st March, 1946

Balance at debit 31st December, 1944

68,183.72

Expenses 1st January, 1945 to 31st March, 1946

Watchman's wages	990.00
Telephone	55.40
Legal expense	831.28
Gas and oil	8.00
Handling material	136.40
Commission on sales	165.22
Unemployment insurance	24.18
Workmen's Compensation assessments	105.05
Custodian - fees	4,000.00
Custodian - expenses	79.21
Safekeeping	37.90
Exchange	1.33

6,433.97

Less: Interest received  
Hyndman acct adjusted

1,312.50

2.47

1,314.97

5,119.00

Balance at debit 31st March, 1946

\$ 73,302.72

Watchman's wages	990.00	990.00	5,042.22
Tax deductions (watchman)	906.77	336.35	1,242.92
Telephone	401.60	55.40	457.20
Gas and oil	130.00		130.00
Rentals, taxes and insurance	2,021.00		2,021.00
Rights of way rentals	170.00		170.00
Foreshore rentals	3,213.36		3,213.36
Taxes	1,430.40		1,430.40
Life insurance			
Accounts Payable paid	25.00		25.00
A. Shockley - Auditor	624.45		624.45
E. Kogelen		9,314.34	9,314.34
Kogelen & Co. Ltd.	2,331.00	105.05	2,336.05
Workmen's Compensation Board	2,457.24		2,457.24
Forest Branch	337.40		337.40
A. R. Williams Machinery Co.	2,034.93		2,034.93
Inspector of Income Tax	6,194.55		6,194.55
E. & E. Rly. balance on timber			
Control and Liquidation expenses	910.00	81.25	1,000.00
Handling material	550.00		550.00
Appraisals	284.41		284.41
Advertising	51.31		51.31
Repairs			
carried forward	21,960.33	10,796.15	42,756.48



Deep Bay Logging Company Limited

Statement of Cash Receipts and Disbursements

31st May, 1942 to 31st March, 1946

	31 May/42 to 31 Dec/44	1 Jan/45 to 31 Mar/46	31 May/42 to 31 Mar/46 10.62
Balance, cash on hand 31st May, 1942			
<b>Receipts</b>			
Note receivable and interest (Big Creek Logging Co. Ltd.)	3,579.04		3,579.04
Proceeds sale of timber and buildings	40,000.00✓ 36,803.12	1,786.98	40,000.00✓ 38,590.10
Proceeds sale of equipment	450.00✓		450.00✓
Proceeds sale of truck	998.02✓		998.02✓
Proceeds sale of Pontiac car			
Accounts Receivable 30% dividend J. Suzuki		345.00	345.00
<b>Recoveries</b>			
Taxes, insurance, etc.	1,527.56		1,527.56
Tractor parts	100.00✓		100.00✓
Sundries	4.01✓		4.01✓
		787.50	787.50
Bond interest	83,461.75	2,919.48	86,381.23
			86,391.85
<b>Disbursements</b>			
Watchman's wages	4,938.86	903.36	5,842.22
Tax deductions (Watchman)	906.77	336.15	1,242.92
Telephone account	401.80	55.40	457.20
Car and truck storage	130.09		130.09
Rentals, taxes and insurance	2,021.00		2,021.00
Rights of Way rentals	170.00		170.00
Foreshore rentals	3,213.36		3,213.36
Taxes	1,438.40		1,438.40
Fire insurance			
Accounts Payable paid	25.00		25.00
A. Shockley - Auditor	624.46		624.46
E. Kagetsu		9,314.34	9,314.34
Kagetsu & Co. Ltd.	5,231.90	105.05	5,336.95
Workmen's Compensation Board	2,487.24		2,487.24
Forest Branch	337.40		337.40
A. R. Williams Machinery Co.	2,034.93		2,034.93
Inspector of Income Tax	6,194.55		6,194.55
E. & N. Rly. balance on timber			
Control and Liquidation expenses	918.95	81.85	1,000.80
Handling material	550.00		550.00
Appraisals	284.41		284.41
Advertising	51.21		51.21
Repairs			
Carried forward	31,960.33	10,796.15	42,756.48



Exhibit 3 (continued)

	31 May/42 to 31 Dec/44	1 Jan/45 to 31 May/46	31 May/42 to 31 Mar/46
Brought forward	31,960.33	10,796.15	42,756.48
Gas and oil	54.89	8.00	62.89
Exchange, etc.	30.56	1.33	31.89
Controllers' fees	305.00	4,000.00	4,305.00
Controllers' expense account		79.21	79.21
Unemployment insurance	31.05	32.76	63.81
Retainer C. M. Stewart	1,250.00		1,250.00
Locke, Lane, Guild & Sheppard		831.28	831.28
Victory Loan bonds	35,000.00		35,000.00
Safekeeping - bonds		37.90	37.90
	<u>68,631.83</u>	<u>15,786.63</u>	<u>84,418.46</u>
Balance - Cash on hand at 31st March, 1946			<u>\$ 1,973.39</u>



Deep Bay Logging Company Limited

Exhibit 4

Statement of Disposal of Assets to 31st March, 1946

	<u>Appraisal</u>	<u>Realized to date</u>	<u>Overages</u>	<u>Shortages</u>	<u>Remarks</u>
Parcel C - Railroad less for 1 mile rail left down	15,000.00 <u>1,000.00</u> 14,000.00				
		14,500.00	500.00		Complete
Parcel D - Gas donkeys	14,925.00	9,500.00		5,425.00	Complete
Parcel E - Steam donkeys	6,470.50	-	-	-	None sold
Parcel F - Tractor and compressor	8,000.00	3,500.00	-	4,500.00	Complete
Parcel H - Lines	9,004.85	4,256.13			
Blocks	3,565.30	1,679.30	-	1,886.00	Complete
Straps and spreaders	1,336.15	310.50	-	1,025.65	Complete
Falling & bucking tools					
Miscellan- eous tools					
Miscellan- eous	3,216.00	3,708.81	492.81	-	Complete
Pipe	380.06	365.00	-	15.06	Complete
Iron	126.16	110.00	-	16.16	Complete
Lumber	14.16	21.18	7.02	-	Complete
Boom Chains	710.00	633.00	-	77.00	Complete
	<u>61,748.18</u>	<u>38,583.92</u>	<u>999.83</u>	<u>12,944.87</u>	
Salvaged - Boom chains (Kagetsu)	-	1,000.00	1,000.00		
Pipe	-	171.00	171.00		
Railroad ties	-	54.95	54.95		
	<u>61,748.18</u>	<u>39,809.87</u>	<u>2,225.78</u>	<u>12,944.87</u>	
Auto truck at Victoria	332.55	450.00	117.45		Complete
	<u>\$ 62,080.73</u>	<u>40,259.87</u>	<u>2,343.23</u>	<u>12,944.87</u>	
Timber- including Rights of Way and buildings	\$ 32,500.00	40,000.00	7,500.00	-	Complete

x Eustace Smith suggests reduction of 10-15 per cent  
for selling commission.



FILE COPY  
FILE NO. 295-164

Kagetsu and Company Limited

Report on Liquidation

2nd May, 1946



2nd May, 1946.

We shall be glad to furnish any further information you may

require.

Yours faithfully,

XXXXXXXXXXXX  
XXXXXXXXXXXX  
XXXXXXXXXXXX

Royal Bank Building,  
Vancouver, B. C.  
2nd May, 1946.

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

Attention: Mr. F. G. Shears  
Director

Dear Sirs:

Re: Kagetsu and Company Limited

Since our report to you of 1st March, 1945, the remaining assets of this company have been disposed of and we submit herewith a final report and attach the following exhibits:

Exhibit 1 - Balance Sheet as at 31st March, 1946.

Exhibit 2 - Deficit Account to 31st March, 1946.

Disposal of Assets

The office furniture was sold by auction under your direction and realized the sum of \$439.30 and after deducting auction expenses of \$70.25 a net realization of \$369.05. Collection has also been made of the greater portion of the account owing by Deep Bay Logging Company Limited. While a further collection may be expected, the realization of this account in full will depend upon the success attending the disposal of the remaining equipment of Deep Bay Logging Company Limited.

As the only remaining asset of this company consists of the balance owing by Deep Bay Logging Company Limited, we recommend that the control of this company be transferred back to you, together with the cash and securities thereof. We would also request that release of control be granted to our Mr. Frederick Field.



Office of the Custodian,  
Vancouver, B. C.

- 2 -

2nd May, 1946.

Kanaka and Company Limited

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

Balance Sheet  
as at 31st March, 1946

Yours faithfully,

<u>Assets</u>	
Cash - balances at banks	10,591.17
Accounts Receivable - Deep Bay Logging Co. Ltd.	1,395.99
Dominion of Canada bonds - 7th Victory Loan	5,000.00
	<u>\$ 16,947.16</u>

<u>Liabilities</u>	
Accounts Payable - H. Kogitsu	4.07
<u>Capital</u>	
<u>Authorized</u>	<u>575,000.00</u>
750 shares of \$100.00 each	
<u>Issued and paid up</u>	
600 shares of \$100.00 each	60,000.00
<u>Deficit: deficit to date</u>	<u>43,056.91</u>
	<u>\$ 16,947.16</u>



Kagetsu and Company LimitedBalance Sheetas at 31st March, 1946Balance at debit 31st December A s s e t s

Cash - balances at bankers	10,591.17
Accounts Receivable - Deep Bay Logging Co. Ltd.	1,355.99
Dominion of Canada bonds - 7th Victory Loan	5,000.00
	<u>\$ 16,947.16</u>

L i a b i l i t i e s

Accounts Payable - E. Kegetsu

4.07

CapitalAuthorized \$75,000.00

750 shares of \$100.00 each

Issued and paid up

600 shares of \$100.00 each

60,000.00

Deduct: Deficit to date43,056.9116,943.09\$ 16,947.16



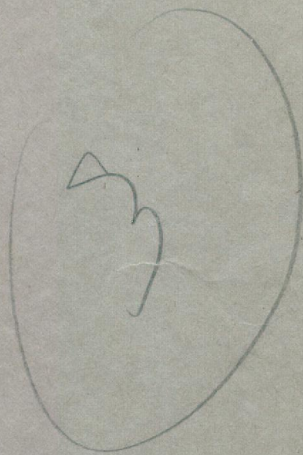
Kagetsu and Company LimitedDeficit Account  
to 31st March, 1946

<u>Balance at debit 31st December, 1941</u>			14,554.35
<u>Deduct:</u> Adjustment bank account		48.81	
Depreciation reserve		<u>5,051.32</u>	<u>5,100.13</u>
			9,454.22
<u>Loss on realization</u>			
Accounts receivable		11,101.81	
Shares in Deep Bay Logging Co. Ltd.		5,000.00	
Goodwill account		15,000.00	
Automobile		1,220.00	
Furniture		1,148.10	
Equipment		<u>1,000.00</u>	
		34,469.91	
<u>Less:</u> Realized for			
Automobile	580.00		
Furniture	<u>439.30</u>	<u>1,019.30</u>	33,450.61
<u>Expenses</u>			
Custodian expenses re sale of auto		27.23	
Custodian expenses re sale of furniture		70.25	
Custodian expenses re Investigation		50.00	
Safekeeping charges		<u>4.60</u>	<u>152.08</u>
<u>Balance at debit 31st March, 1946</u>			<u>\$ 43,056.91</u>



EXHIBIT No. 1388-45

DATE.....  
FILED BY.....



Deep Bay Logging Company Limited

Report on Winding-up

8th July, 1948



Office of the Custodian,  
Vancouver, B. C.

8th July, 1948

The only assets remaining after this transaction were the steam donkeys stored at the camp. The injectors, oilers, steam gauges and steam pumps belonging to this equipment were stored with the Vancouver Equipment Corporation Limited. Numerous attempts were made to dispose of this equipment and even to the extent of inviting offers by junk dealers but no offers

8th July, 1948

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

Attention: Mr. F. G. Shears, Director

Dear Sir:

re: Deep Bay Logging Company Limited

On 30th April, 1946 we reported to you on the disposal of the assets of this company to 31st March. We now wish to report on the company's affairs to 30th June, 1948 and attach the following exhibits:

Exhibit 1 - Balance Sheet as at 30th June, 1948.

Exhibit 2 - Balance Sheet as at 29th November, 1946.

Exhibit 3 - Deficit Account to 30th June, 1948.

Exhibit 4 - Statement of Cash Receipts and Disbursements  
for the period 31st May, 1942 to 30th  
June, 1948.

In preparing these statements we have established the position at 29th November, 1946 as this was the date on which the company was placed in formal liquidation.

Since the date of our last report we have received \$75.00 from C. Philp Limited in respect of the odds and ends of wire rope still stored by them. In view of the time that had elapsed since the disposal of these assets had commenced and the apparent lack of interest in this equipment it was decided to ask this company for an offer. The amount of \$75.00 offered was recommended for acceptance by us on 10th May, 1947 and approved of by you on 27th June.



Office of the Custodian,  
Vancouver, B. C.

- 2 -

8th July, 1948.

The only assets remaining after this transaction were the steam donkeys stored at the camp. The injectors, oilers, steam gauges and steam pumps belonging to this equipment were stored with the Vancouver Equipment Corporation Limited. Numerous attempts were made to dispose of this equipment even to the extent of inviting offers by junk dealers but no offers were received. Finally we advertised them for sale at any reasonable offer on the following dates:

Vancouver Province - August 25, 28, 1947  
Nanaimo Daily Free Press - August 25, 28, 1947  
Comox District Free Press - August 28, September 4, 1947

No offers were received as a result of these advertisements. During our attempts to dispose of this equipment we had contacted the Vancouver Equipment Corporation on a number of occasions. On 27th October, 1947, we requested them to give us a report on this equipment. In their reply of 27th November they advised that they had been unable to dispose of these donkeys even as junk and suggested that they be abandoned. As they had also been unable to find a market for the sundry gauges, etc., in their possession, they suggested that they be allowed to retain these as payment for the storage charges incurred. We concurred in this suggestion. As there has been no further action in connection with this affair we have considered the matter closed. We have kept you advised of these developments letter from time to time.

Since our last report we have written off the account payable to the Royston Lumber Company. The accounts receivable of \$2,330.60 are considered to be valueless having been incurred prior to 1940.

This company was placed in formal liquidation on 29th November, 1946 in accordance with your order of 17th August, 1946. As the saleable assets belonging to the company have now been disposed of we would appreciate



Office of the Custodian,  
Vancouver, B. C.

Deep Sea Logging Company Limited

8th July, 1948

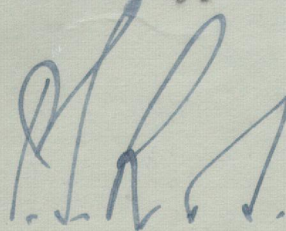
Balance Sheet

As at 30th June, 1948

receiving a release of our appointment as controllers.

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

Yours faithfully,



Liabilities and Chartered Accountants.

Accounts payable

Register and Co. Ltd.  
By Register

\$ 1,355.99  
1,357.50  
2,493.29

5,000 shares of \$10.00 each

\$ 50,000.00

4,953 shares of \$10.00 each

49,530.00

Interest account

71,111.78

71,111.78

49,530.00

71,111.78

49,530.00

71,111.78



Deep Bay Logging Company Limited

Balance Sheet

As at 30th June, 1948

A s s e t s

Cash held by Custodian

\$ 1,005.13

Accounts receivable

2,330.60

\$ 3,335.73

Liabilities and Capital

Accounts payable

Kagetsu and Co. Ltd.  
E. Kagetsu

\$ 1,355.99  
1,237.30

2,593.29

Capital

Authorized

5,000 shares of \$10.00 each

\$ 50,000.00

Issued

4,903 shares of \$10.00 each

49,030.00

Profit account

Balance per exhibit 3

74,114.38

Deduct: Surplus to date on  
realization

25,826.82

48,287.56

742.44

\$ 3,335.73



Deep Bay Logging Company Limited

Balance sheet

As at 29th November, 1946

Debit balance - 31st December, 1945

Expenses 1st January, 1946 to 29th November, 1946

Cash - held by Custodian

Accounts receivable

Legal expenses

Gas and oil

Handling material

Commission on sales

Unemployment insurance

Workmen's compensation assessments

Custodian - fees

- expenses

Refreezing

Exchange

Accounts payable

Royston Lumber Co. Ltd.

Kagetsu & Co. Ltd.

E. Kagetsu

Capital

Authorized

5,000 shares of \$10.00 each

Issued

4,903 shares of \$10.00 each

Profit account - per exhibit 3

Net: surplus to date on

realization

Assets

Liabilities and Capital

\$ 58,183.72

\$ 1,398.06

2,330.60

\$ 3,728.66

7,009.35

\$ 1,231.60

1,355.99

1,237.30

2,824.89

150.00

290.35

27.68

\$ 50,000.00

49,030.00

73,878.05

25,751.82

48,126.23

903.77

\$ 3,728.66



Deep Bay Logging Company LimitedDeficit Accountto 30th June, 1948Debit balance - 31st December, 1944

\$ 68,183.72

Expenses 1st January, 1945 to  
29th November, 1946

Watchman's wages	990.00
Telephone	55.40
Legal expenses	831.28
Gas and oil	8.00
Handling material	136.40
Commission on sales	165.22
Unemployment insurance	24.18
Workmen's compensation assessments	105.05
Custodian - fees	4,400.00
- expenses	254.54
Safekeeping	37.90
Exchange	1.33
	<u>7,009.30</u>

Deduct: Interest received 1,312.50  
 Ryndman account adjusted 2.47

1,314.97      5,694.33  
 73,878.05

Debit balance - 29th November, 1946

Add: Inspection fees  
 Custodian - fees and expenses  
 Miscellaneous

150.00  
 290.25  
27.68      467.93

Deduct: Account payable written off

74,345.98  
231.60

Debit balance - 30th June, 1948

\$ 74,114.38



Deep Bay Logging Company Limited  
Statement of Cash Receipts and Disbursements  
For the period 31st May, 1942 to 30th June, 1948

Exhibit 4

	31/5/42 to 31/12/44	1/1/45 to 29/11/46	30/11/46 to 30/6/48	Total
Balance - 31st May, 1942				10.62
<b>Receipts</b>				
Note receivable and interest (Big Creek Logging Co. Ltd.)	3,579.04			3,579.04
Proceeds sale of timber and buildings	40,000.00			40,000.00
Proceeds sale of equipment	36,803.12	1,786.98		38,665.10
Proceeds sale of truck	450.00		75.00	450.00
Proceeds sale of Pontiac car	998.02			998.02
Accounts receivable - 30% dividend - J. Suzuki				801.13
<b>Recoveries</b>		345.00		345.00
Taxes, insurance, etc.	1,527.56			1,527.56
Tractor parts	100.00			100.00
Sundries	4.01			4.01
Bond interest		787.50		787.50
<b>Disbursements</b>	83,461.75	2,919.48	75.00	86,466.85
Watchman's wages	4,938.86	903.36		5,842.22
Tax deductions (watchman)	906.77	336.15		1,242.92
Telephone account	401.80	55.40		457.20
Car and truck storage	130.09			130.09
Rentals, taxes, insurance	2,021.00			2,021.00
Rights of way rentals	170.00			170.00
Foreshore rentals	3,213.36			3,213.36
Taxes	1,438.40			1,438.40
Fire insurance	25.00			25.00
Accounts payable - paid	624.46			624.46
A. Shockley - auditor	5,231.90	9,314.34		9,314.34
E. Kagetsu	2,487.24	105.05		5,336.95
Kagetsu & Co. Ltd.	337.40			2,487.24
Workmen's Compensation Board	2,034.93			337.40
Forest Branch	6,194.55			2,034.93
A.R. Williams Machinery Co.	918.95			6,194.55
Inspector of Income Tax	550.00	81.85		1,000.80
E. & N. Railway - balance on timber	284.41		150.00	700.00
Control and liquidation expenses	51.21		27.68	312.09
Handling material	54.89			51.21
Appraisals	30.56			62.89
Advertising	305.00			31.89
Repairs	31.05			4,980.00
Gas and oil	1,250.00			269.79
Exchange, etc.	35,000.00	831.28		63.81
Control and liquidation fees		37.90		1,250.00
Control and liquidation expenses	68,631.83	16,361.96		831.28
Unemployment insurance				35,000.00
Retainer - C.M. Stewart				37.90
Locke, Lane, Guild & Sheppard				467.93
Victory Loan bonds				85,461.72
Safekeeping - bonds				1,005.13
Balance held by custodian - 30th June, 1948				



Deep Bay Logging Company Limited

Report on Liquidation

25th March, 1952

P. S. ROSS & SONS

CHARTERED ACCOUNTANTS

MONTREAL

TORONTO

SAINT JOHN, N.B.

VANCOUVER, B.C.



Office of the Custodian,  
Vancouver, B. C.

## P. S. ROSS & SONS

CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG  
CALGARY VANCOUVER

MAJ. GEN. J. G. ROSS, C.M.G.,

J. W. ROSS, LL.D.,

S. R. CAMPBELL,

J. A. GRANT,

W. L. GATEHOUSE,

G. M. HAWTHORN,

I. A. ROSS,

H. I. ROSS,

G. M. SMITH,

G. E. HOULT,

S. B. PECKHAM,

W. G. JEPHCOTT,

H. S. HAWTHORNE,

F. E. H. GATES,

J. A. ROSS,

F. A. COFFEY,

G. G. HARRIS.

~~XXXXXXXXXXXX~~  
~~XXXXXXXXXXXX~~

~~MONTREAL~~

Royal Bank Building,  
Vancouver, B. C.  
25th March, 1952

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

Attention: Mr. F. G. Shears, Director

Dear Sirs:

Re: Deep Bay Logging Company Limited

On 8th July, 1948 we reported to you on the disposal of the assets of this company to 30th June. We now wish to advise that the final meeting of shareholders was held on 12th March, 1952. Attached hereto are the following exhibits:

Exhibit "A" - Balance Sheet as at 30th June, 1948.

Exhibit "B" - Deficit Account to 12th March, 1952.

Exhibit "C" - Statement of Cash Receipts and Disbursements for the period 30th June, 1948 to 12th March, 1952.

### Realization of assets

In our earlier report we advised that no offers had been received as a result of our various advertisements to sell the two steam donkeys located on the property. However, under date of 29th November, 1950, we received an offer of \$200.00 from the T'Sable River Logging Co. Ltd., for these donkeys as scrap. This offer was presented to Mr. E. Kagetsu for approval, which was duly received under date of 11th December, 1950. In addition to this amount we also collected one small account receivable previously written off. This collection amounted to \$57.29.



Office of the Custodian,  
Vancouver, B. C.

- 2 -

Exhibit "A"

Deep Bay Logging Company Limited

25th March, 1952

Balance Sheet

Accounts payable

as at 30th June, 1948

The accounts payable outstanding at the date of our last report have been settled on the basis of .38177 cents on the dollar. A summary of this dividend appears below:

Cash held by Custodian

\$ 1,005.13

Accounts receivable

Kagetsu and Company Limited  
E. Kagetsu

Outstanding  
Balance

Amount  
Paid

Amount  
Written-off

\$ 1,355.99  
1,237.30

\$ 517.69  
472.37

\$ 838.30  
764.93

\$ 2,593.29

\$ 990.06

\$ 1,603.23

Liabilities and Capital

General

Accounts payable

Kagetsu  
E. Kagetsu

Immediately following the final meeting of shareholders, Form 23 and the liquidators accounts were filed with the Registrar of Companies.

At the expiration of three months the liquidation should be complete.

Accordingly we would appreciate receiving a release of controllership in favour of Frederick Field and ourselves.

5,000 shares of \$10.00 each

\$ 50,000.00

Issued We shall be pleased to furnish any additional information you may require with regard to the foregoing.

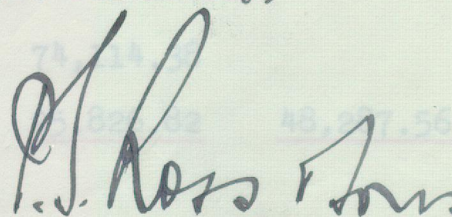
49,030.00

Deficit account

Yours faithfully,

Debit balance to date

Deduct: Surplus on realization



Chartered Accountants.

48,257.56

742.44

\$ 3,335.73



Deep Bay Logging Company LimitedBalance Sheetas at 30th June, 1948Debit balance - 30th June, 1948A s s e t s

\$ 74,114.38

Deduct:

Cash held by Custodian

26,026.82

\$ 1,005.13

Accounts payable written off

1,603.23

Accounts receivable

57.29

2,330.60\$ 3,335.73Add:

Expense of liquidation

Liquidators fees and Liabilities and Capital

Legal fees and expenses

197.36

272.36

Accounts payable

2,330.60

2,602.96

Kagetsu and Co. Ltd.

\$ 1,355.99

E. Kagetsu

1,237.30

2,593.29

CapitalAuthorized5,000 shares of \$10.00 each \$ 50,000.00Issued

4,903 shares of \$10.00 each 49,030.00

Deficit account

Debit balance to date 74,114.38

Deduct: Surplus on realization25,826.8248,287.56742.44\$ 3,335.73



Deep Bay Logging Company LimitedStatement of Deficit Account Disbursementsfor the period 30th June, 1948 To 12th March, 1952Debit balance - 30th June, 1948

\$ 74,114.38

Deduct:

Surplus on realization	26,026.82	\$ 1,005.13
Accounts payable written off	1,603.23	
Bad debts recovered	<u>57.29</u>	<u>27,687.34</u>
Bad debts recovered		46,427.04

Add:

Expense of liquidation		
Liquidators fees and expenses	75.00	
Legal fees and expenses	<u>197.36</u>	272.36
Accounts receivable written off		<u>2,330.60</u>
		<u>2,602.96</u>

Balance 12th March, 1952

\$ 49,030.00

being equivalent to issued capital

Liquidators fees and expenses	75.00	
Legal fees and expenses	<u>197.36</u>	
	272.36	

Dividends to creditors

Kagetsu and Company Limited	517.69	
K. Kagetsu	<u>472.37</u>	<u>990.06</u>
		<u>1,262.42</u>

Balance - 12th March, 1952

NIL



Deep Bay Logging Company Limited  
Statement of Cash Receipts and Disbursements  
for the period 30th June, 1948 to 12th March, 1952

R e c e i p t s

<u>Balance - 30th June, 1948</u>	\$ 1,005.13
Proceeds from sale of steam donkeys	200.00
Bad debts recovered	<u>57.29</u>
	1,262.42

D i s b u r s e m e n t s

<u>Expenses of liquidation</u>			
Liquidators fees and expenses	75.00		
Legal fees and expenses	<u>197.36</u>		
	272.36		
<u>Dividends to creditors</u>			
Kagetsu and Company Limited	517.69		
E. Kagetsu	<u>472.37</u>	<u>990.06</u>	<u>1,262.42</u>
<u>Balance - 12th March, 1952</u>			<u>NIL</u>



Kagetsu and Company Limited

Report on Liquidation

26th March, 1952



Office of the Custodian,  
Vancouver, B. C.

- 2 -

26th March, 1952

J. Kusazaya 123.86  
Canada Daily News 39.90  
Houpe Buddhist Temple 2,144.79  
\$ 2,308.55

XXXXXXXXXXXXXX  
XXXXXXXXXXXXXX

XXXXXXXXXXXXXX

Royal Bank Building,  
Vancouver, B. C.  
26th March, 1952

Distribution to shareholders - \$18,362.60:

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

was paid as follows:

Attention: Mr. F. G. Shears  
Director

Eikichi Kagetsu  
Dear Sirs: Stewart  
Tomokichi Maikawa

Re: Kagetsu and Company Limited

Under date of 2nd May, 1946 we reported to you upon the realization of the assets of this company to 31st March. We now wish to report that the company was placed in formal liquidation on 29th November, 1946 and that the final meeting of shareholders was held on 19th March, 1952. We submit the following statements:

Exhibit "A" - Balance Sheet as at 31st March, 1946.

Exhibit "B" - Deficit Account for the period 31st December, 1941 to 19th March, 1952.

Exhibit "C" - Statement of Cash Receipts and Disbursements for the period 1st January, 1942 to 19th March, 1952.

Accounts receivable

As a result of the liquidation of the Deep Bay Logging Company Limited, we have realized \$517.69 on that account and have written off the balance in the amount of \$838.30.

In addition the following amounts were collected on accounts previously written off:

Chartered Accountants.



Office of the Custodian,  
Vancouver, B. C.

- 2 -

Exhibit "A"

Kagetsu and Company Limited

26th March, 1952

Balance Sheet

J. Kumazaya	\$ 123.86
Canada Daily News	39.90
Hompa Buddhist Temple	<u>2,144.79</u>
	<u>\$ 2,308.55</u>

Distribution to shareholders - \$18,362.60:

Cash - balances at bankers

\$ 10,591.17

The distribution to shareholders amounted to \$18,362.60 which was paid as follows:

Accounts receivable - Day Day Logging Co. Ltd.

1,355.99

Portion of Canada Bonds - 7th Victory Loan

5,000.00

Eikichi Kagetsu	529 shares
Carl M. Stewart	<u>1 share</u>
Tomekichi Maikawa	

530

\$ 16,220.30

70

2,142.30

600

\$ 18,362.60

We have been informed by Mr. Carl M. Stewart that he has waived all interest in the share recorded in his name and accordingly the value of this share has been paid to Eikichi Kagetsu.

General

The final meeting of shareholders as required by the British Columbia "Companies Act" was held on 19th March, 1952, since which time we have filed Form 23 and the liquidators cash statement with the Registrar of Companies. At the expiration of three months the liquidation of the company should be complete.

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

Yours faithfully,

Chartered Accountants.



Kagetsu and Company LimitedBalance Sheetfor the period as at 31st March, 1946 19th March, 1952Debit balance - 31st December, 1945 Assets \$ 14,554.35

<u>Deduct:</u> Adjustment bank account	48.81	
Depreciation reserve	5,051.32	
Cash - balances at bankers	227.87	\$ 10,591.17
Accounts receivable - Deep Bay Logging Co. Ltd.	231.25	1,355.99
Dominion of Canada bonds - 7th Victory Loan		5,000.00
<u>Loss on realization</u>		\$ 16,947.16

Accounts receivable	11,940.11
Shares in Deep Bay Logging Co. Ltd.	5,000.00
Goodwill account	15,000.00
Automobile	1,220.00
Furniture	1,148.10
Equipment	1,000.00
	<u>35,308.21</u>

<u>Deduct:</u> Realized from	<u>Liabilities</u>	
Automobile	580.00	
Furniture	439.30	
Accounts payable - E. Kagetsu	2,308.55	\$ 31,984.07
	<u>3,327.85</u>	40,975.46

Capital

<u>Authorized</u> expenses re sale of	\$ 75,000.00
750 shares of \$100.00 each	27.23
<u>Issued and paid up</u>	70.25
600 shares of \$100.00 each	60,000.00
<u>Deduct:</u> Deficit to date	43,056.91
<u>Debit balance - 19th March, 1952</u>	16,943.09
	\$ 16,947.16

Paid up capital

Distribution to shareholders per exhibit "C"

Balance as above

\$ 60,000.00

18,362.60

\$ 41,637.40



Kagetsu and Company LimitedStatement of Deficit Account Disbursementsfor the period 31st December, 1941 to 19th March, 1952

<u>Debit balance - 31st December, 1941</u>			\$ 14,554.35
<u>Deduct:</u> Adjustment bank account			
Depreciation reserve	48.81		
Interest on bonds	5,051.32		
Premium on bond sales	227.87		
	<u>231.25</u>		<u>5,559.25</u>
<u>Loss on realization</u>			<u>8,995.10</u>
Accounts receivable	11,940.11		
Shares in Deep Bay Logging Co. Ltd.	5,000.00		
Goodwill account	15,000.00		
Automobile	1,220.00		
Furniture	1,148.10		
Equipment	<u>1,000.00</u>		<u>35,308.21</u>
<u>Deduct:</u> Realized from			
Automobile	580.00		
Furniture	439.30		
Bad debt recoveries	<u>2,308.55</u>		<u>3,327.85</u>
			<u>31,980.36</u>
			<u>40,975.46</u>
<u>Expenses</u>			
Custodian - expenses re sale of automobile	27.23		
expenses re sale of furniture	70.25		
expenses re investigation, control and liquidation	<u>375.00</u>		<u>461.48</u>
Legal fees and expenses	184.86		
Safekeeping charges	<u>4.60</u>		<u>661.94</u>
<u>Debit balance - 19th March, 1952</u>			<u>\$ 41,637.40</u>

Note: \$5,000.00 Dominion of Canada bonds were transferred by Deep Bay Logging Co. Ltd. in settlement of liability to Kagetsu and Company.

Summary

<u>Paid up capital</u>	\$ 60,000.00
<u>Distribution to shareholders per exhibit "C"</u>	<u>18,362.60</u>
<u>Balance as above</u>	<u>\$ 41,637.40</u>



Kagetsu and Company Limited  
Statement of Cash Receipts and Disbursements  
for the period 1st January, 1942 to 19th March, 1952

R e c e i p t s

Cash on hand - 1st January, 1942		\$	45.28
Sale of equipment			
Automobile	580.00		
Furniture and equipment	439.30		1,019.30
Accounts receivable collected -			
including bad debts			12,380.82
Bond interest earned			302.87
Sale of bonds	5,000.00		
Premium on bonds sold	231.25		5,231.25
Difference in bank balance adjusted			49.09
			<u>19,028.61</u>

D i s b u r s e m e n t s

Custodian - re expenses on sale of			
automobile	27.23		
re sale of furniture	70.25		
investigation, control and			
liquidation	375.00		
Legal fees and expense	184.86		
Safekeeping charges	4.60		
	<u>661.94</u>		
<u>Distributions</u>			
To creditors	4.07		
To shareholders	<u>18,362.60</u>	<u>18,366.67</u>	<u>19,028.61</u>
<u>Balance 19th March, 1952</u>			<u>NIL</u>

Note: \$5,000.00 Dominion of Canada bonds were transferred  
by Deep Bay Logging Company in settlement of  
liability to Kagetsu and Company.



Deep Bay Logging Company Limited

Report on Liquidation

25th March, 1952



Office of the Custodian,  
Vancouver, B. C.

- 2 -

25th March, 1952

Accounts payable

The accounts payable outstanding at the date XXXXXXXXXXXXXXXX  
XXXXXXXXXXXXXXXXXXXXX  
have been settled on the basis of .38177 cents on the dollar XXXXXXXXXXXXXXXX  
of this dividend appears below:

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

Royal Bank Building,  
Vancouver, B. C.  
25th March, 1952

	Outstanding Balance	Amount Paid	Amount Written-off
Kagetsu and Company Limited	\$ 1,383.93	\$ 517.59	\$ 866.34
E. Kagetsu			765.91
Dear Sirs:	\$ 2,593.29	\$ 990.06	\$ 1,603.23

Re: Deep Bay Logging Company Limited

General On 8th July, 1948 we reported to you on the disposal of the  
assets of this company to 30th June. We now wish to advise that the  
final meeting of shareholders was held on 12th March, 1952. Attached  
hereto are the following exhibits: the liquidation should be complete.

Accordingly we would appreciate receiving a release of controllership in  
favour of Frederick Field and ourselves.

Exhibit "A" - Balance Sheet as at 30th June, 1948.

Exhibit "B" - Deficit Account to 12th March, 1952.

Exhibit "C" - Statement of Cash Receipts and Disbursements  
for the period 30th June, 1948 to 12th  
March, 1952.

Realization of assets

Yours faithfully,

In our earlier report we advised that no offers had been  
received as a result of our various advertisements to sell the two steam  
donkeys located on the property. However, under date of 29th November,  
1950, we received an offer of \$200.00 from the T'Sable River Logging Co.  
Ltd., for these donkeys as scrap. This offer was presented to Mr. E.  
Kagetsu for approval, which was duly received under date of 11th December,  
1950. In addition to this amount we also collected one small account  
receivable previously written off. This collection amounted to \$57.29.



Office of the Custodian,  
Vancouver, B. C.

Dease Bay Logging Company Limited

25th March, 1952

Balance Sheet

Accounts payable

as at 30th June, 1948

The accounts payable outstanding at the date of our last report have been settled on the basis of .38177 cents on the dollar. A summary of this dividend appears below:

Cash held by Custodian

\$ 1,005.13

Accounts receivable

Outstanding  
Balance

Amount  
Paid

Amount  
Written-off

Kagetsu and Company Limited  
E. Kagetsu

\$ 1,355.99  
1,237.30

\$ 517.69  
472.37

\$ 838.30  
764.93

\$ 2,593.29

\$ 990.06

\$ 1,603.23

General

Accounts payable

Immediately following the final meeting of shareholders, Form 23 and the liquidators accounts were filed with the Registrar of Companies. At the expiration of three months the liquidation should be complete. Accordingly we would appreciate receiving a release of controllership in favour of Frederick Field and ourselves.

5,000 shares of \$10.00 each

\$ 50,000.00

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

49,030.00

Yours faithfully,

Deficit account

Debit balance to date

74,114.38

Deduct: Surplus on realization

25,826.82

48,287.56

742.44

\$ 3,335.73

Chartered Accountants.



Deep Bay Logging Company LimitedBalance Sheetas at 30th June, 1948Debit balance - 30th June, 1948

\$ 74,114.38

A s s e t sDeduct:

Cash held by Custodian

26,026.82

\$ 1,005.13

Accounts payable written off

1,603.23

Accounts receivable

57.29

2,330.60\$ 3,335.73Add:

Expense of liquidation

Liquidators fees and

Legal fees and expenses

Liabilities and Capital

272.36

Accounts payable

Accounts receivable written off

2,330.602,602.96

Kagetsu and Co. Ltd.

\$ 1,355.99

E. Kagetsu

1,237.302,593.29CapitalAuthorized

5,000 shares of \$10.00 each

\$ 50,000.00Issued

4,903 shares of \$10.00 each

49,030.00

Deficit account

Debit balance to date

74,114.38

Deduct: Surplus on realization25,826.8248,287.56742.44\$ 3,335.73



Deep Bay Logging Company LimitedStatement of Deficit Account Disbursements  
for the period To 12th March, 1952Debit balance - 30th June, 1948

\$ 74,114.38

Deduct:

Surplus on realization  
Accounts payable written off  
Bad debts recovered

26,026.82  
1,603.23  
57.29

\$ 1,005.13

27,687.34

46,427.04

1,262.42

Add:

Expense of liquidation  
Liquidators fees and expenses  
Legal fees and expenses

75.00  
197.36

272.36

Accounts receivable written off

2,330.602,602.96\$ 49,030.00Balance 12th March, 1952being equivalent to issued capital

Legal fees and expenses

197.36

272.36

Dividends to creditors

Kagetsu and Company Limited

517.69

K. Kagetsu

472.37

292.06

1,262.42

NIL

Balance - 12th March, 1952



Deep Bay Logging Company Limited  
Statement of Cash Receipts and Disbursements  
for the period 30th June, 1948 to 12th March, 1952

R e c e i p t s

<u>Balance - 30th June, 1948</u>	\$ 1,005.13
Proceeds from sale of steam donkeys	200.00
Bad debts recovered	<u>57.29</u>
	1,262.42

D i s b u r s e m e n t s

<u>Expenses of liquidation</u>			
Liquidators fees and expenses		75.00	
Legal fees and expenses		<u>197.36</u>	
		272.36	
<u>Dividends to creditors</u>			
Kagetsu and Company Limited	517.69		
E. Kagetsu	<u>472.37</u>	<u>990.06</u>	<u>1,262.42</u>
<u>Balance - 12th March, 1952</u>			NIL