

295

March 4th 1904

Balance Billed 1903 as per statement obtained today from K. B. Co.

Balmoral

Buildings 21958.46

Plant 18008.

In this is included cost of repairs to all old buildings, reflooring old cannery to make it suitable for the net house of the new plant. The old plant was practically useless. The boiler and best kettles solder machine, work tables, etc. all in very dilapidated condition and requiring renewal in any event. China house and most fishermen's houses practically used up. A portion of expenditure now charged against capital wants to be deducted to cover these repairs and renewals. Old wharf was unsafe to land at and some expense would have been necessary to put it in repair had not new cannery been erected. Estimate amount chargeable to repairs and renewals fully \$5000.

Imperial

Buildings 41797.51

Plant 13555.54

In this is included as a charge against capital the entire cost of demolition of old Imperial cannery, old London cannery, Brunswick fishermen shacks, and miscellaneous old buildings the removal of which was necessitated either for accommodation of new plant, or to effect saving in insurance charges upon it. No allowance is made for depreciation upon old property destroyed and cost of destruction is charged as an increase in value of plant. New fishermen shacks, mess house and office charges, etc., are all charged against new plant. Of the amount charged to capital I consider \$10,000 would be a low amount as a deduction against the above items, exclusive of the value of the property destroyed. In cost of increased plant is included expense of removal from canneries being dismantled and should be offset by an allowance for depreciation at those points, plus cost of re-establishing them where they can produce a return.

