

36 Toronto St.

Toronto 2. April 2<sup>nd</sup> 1931

Dear Mr Goldie:-

Your letter of March 22<sup>nd</sup> with accompanying statements for the year has come and the latter reveal a ghastly story. Apparently it is not possible to know that these losses may be incurred in time to cut down on our outlay and your letter indicates that in any event our expenditure could not have been less. If this is so it behoves us to look seriously into our affairs because two bad years in succession would completely sink us and we would be bankrupt.

I think Dornier must come out again and we will have to get together on this because the situation really looks too serious to let stand. I gather from your figures that the year shows a loss of \$9400 in addition to which Dornier and I are out our expense of going West.

The unit figures of expense show a material increase over 1929 which I presume is due largely to the smaller division but at the same time our overhead and administration shows a material increase.

On the cash statement your figure of Bank Loan is written over but it looks like \$11000, you might let me know if this is correct and if so how we are going to meet it. Has the bank said anything to you  
over

