Rainbow Ranche,
Okanagan Centre, B.C. June 10.28.

J.E.McAllister Esq.
36 Toronto Street, Toronto.

Dear Mr. McAllister :-

The slack time during which I was to make out Statements and write you has not yet arrived. However a letter to you is long over due. I last wrote you on April 10th. and wrote Dormer last on May 13th. The last letter I had from you is dated April 25th.

All adjustments and rebates for last years crop are now all in, and I am enclosing a Final Statement of Surplus Assets and Liabilitees, taking into account the realized values of our Inventory.
The Total Surplus now stands at $ 22,014.70 (corrected to 21694.35)
We have paid out 19,000.00
Leaving a ballance of 3,014.70 - (" #2694.35)
Our outlay for Tractor s,plows,
Flumes, Disc Harrow amounts to 1,800.00
leaving a balance of 1,214.70 on hand.
I do not like to advise paying this out before talking it over with you. It might be all right to pay out $ 2000.00 . Kindly let me know what you think of this question.

Enclosed you will also find a similar Statement of Current Assets and Liabilities for the 1926 Crop Year. On this was paid out and charged to Traveling Expenses $ 2000.

Regarding Administration Account. Enclosed you willfind a Statement of this. It would be quite in order to pay the Directors a fee and charge to this accountin the same way that the traveling expense is charged. The Net profits of the Ranch would be decreased by the amount and the Directors would take care of the Income Tax on it. In Dormer's case his tax would be less as it would appear on his returns as earned income. To me it would make little difference except that might put me in the taxable class. Even at that the tax on the private income is less than on corperations. Dormer has written regarding this wanting to know if it could not be done.

Cheques at Par. The Manager was to take up this matter and advise me but as yet have no word from him. Will go after it again.

Will try to get out our detail Statements soon . To make them worth anything all the adjustments and rebates have to be included. This means that the orignal statements have to be adjusted.

It now looks as if we would have considerable increase in crop over last year, but a large part of the increase will be in Jonathan. The thinning is going to be a serious job. There are 15 Chinamen coming Monday and we are also picking up as many Japs as possible. Wages 30 ¢ an hour. The drop is now taking place it will help a little.
Poor fruit this year will not pay and in order to make anything we will have to produce a fair grade. We are now on the third spray trying to hold down the Apple scab, which cost most orchards a lot of money last year. There is little worm damage. The weather has been favorable for the growth of both Scab and Milldew, but up to date we have very little showing.

The Market prospacts do not look any to bright at the present and if the crop continues to look as if it were going to be large it may be necessary for us to provide more room in the packing house for packed fruit or hand some over to the Union to pack for us.
A poor market means slow movement and the fruit is liable to back up this means more storage room.

Yours truly,

James Goldie.

Copy to R.S.D.

May 30 th. 1928.

Statement of Current Assets and Current Liabilities for Crop Year 1927

Current Assets

Inventory as per Balance Sheet 21432 Boxes		$ 17,499.68
Realized Value of above		
18,060 Boxes	21,207.42	
3,372 ..	5,896.93	-5576,58
Rebate from the Vernon Fruit Union	337.77	
Rebate from the Associated Growers	2,201.99	
80,401 pounds of Dehydrator Apples 1926 Crop	522.60	
Rebate on Fruit Insurance	68.66	
2915 pounds of Bulk Apples through Winfield	35.72	
40 Crates Macs. to Caesar & 100 lbs. paper	64.00	
	30,335.09	
Less cost of boxes returned Etc.	262.09	
	30,073.00	
Less Inventory value as above	17,499.68	12252,97
Increase in value of Invenyory as per Balance Sheet	~~12,573.32~~ 12252,97	12,573.32
Realized Value of Inventory of March 1 st 1928.		30,073.00 29 752.66
Accounts Receivable as per Balance Sheet		46.14
Cash in the Bank as per Balance Sheet		2,239.27
Total Current Assets		$ 32,358.41 32038,06

Current Liabilities

Accounts Payable as per Balance Sheet	1,452.66	
Vernon Fruit Advances as per Balance Sheet	10,100.38	
Wages payable as per Balance Sheet	790.67	
		12,343.71
Excess of Current Assets over Current Liabialities		20,014.70 19 694 35
Add to this the payment made November 17 th 1927.		2,000.00
Total surplus Cash for the Crop Year of 1927.		$ 22,014.70 21694.35

Statement of Current Assests and Current Liabilities for Crop Year 1926

CURRENT ASSETS.

Inventory as per Bal. Sheet Feb 1927.			
18,736 box es packed Apples	15,838.60		
Estimated Rebate from Associated	1,312.05		
Estimated Rebate from V.F.U.	437.35		17,588.00
Realized Value of above,			
18,736 boxes Packed Apples			
418 crates dummped Macs.			
750 boxes unlidded Jons.	15,669.91		
Actual Rebate from Associated	2,358.20		
Actual Rebate From Local	485.62		
Rebate from Fruit Insurance	74.68		
		18,588.41	
Less charges made against 1926 Crop			
Crates ,loading.paper and board		214.75	
Realized Value of Inventory (Increase of $785.66)			18,373.66
Accounts Rec. as per. Bal. Sheet Feb. 1927			
Vernon Fruit Union	2,318.21		
Sundry	103.85		
			2,422.06
Total CURRENT ASSETS			20,795.72

CURRENT LIABILITIES

Canadian Bank of Commerce	17,400.00	
Sundry Accoumts payable	1,022.45	
Out Standing cheques	78.84	
Wages	754.11	
Total CURRENT LIABILITIES		19,255.40
Total Surplus Cash for the Crop Year of 1926		$ 1,540.32

(Box Shook Inventory has not been treated as a Liquid Asset)

Administration Costs for Crop Year of 1927 — Feb. 28th. 1928.

Goldie's Wages for the year		2499.96	
Goldie's allowance for furnishing car & running		300.00	2859.96
Expenses to Penticton, Interview Water Comptroller		7.00	
Expense to Vuctoria, Re Water Comptroler, Auditor and Impliments		60.00	
Expense to Toronto Nov. 1927.		196.00	263.00
Audit $100. and Expert advise $15.00			115.00
Phone Rental and extension		82.25	
Phone Tolls		6.80	89.05
Stamps and Postage			8.12
Vernon News and Province			17.20
Stationary			8.62
Safety Deposit Box.			5.00
Sundries			4.77
Allowance for Traveling Expense	J.E.McAllister	1000.00	
	R.S.Dormer	500.00	
	J.Goldie	500.00	2000.00
			$ 5370.72