NAME [redacted] Komura Bros & Orino (Mrs.) | No. 17106 vol III

[redacted] [redacted]

17106 III

CANADA

DEPARTMENT OF THE SECRETARY OF STATE

OFFICE OF THE CUSTODIAN

ADDRESS ALL COMMUNICATIONS TO THE CUSTODIAN'S OFFICE

PLEASE REFER TO

FILE No.....

FORM 2

WHEREAS pursuant to the Revised Regulations Respecting Trading with the Enemy 1943, the Secretary of State on the 4th day of April, 1942, has appointed Frederick Field, Chartered Accountant of the City of Vancouver, in the Province of British Columbia, a representative of P. S. Ross and Sons, as Controller of the Komura Bros. Limited with such powers as are exercisable by a liquidator in a voluntary winding-up of a Company; and has since terminated such appointment.

AND WHEREAS the Secretary of State now requires that the Company be wound up and dissolved under the provisions of the Companies Act, R.S.B.C. 1936, Cap. 42.

NOW THEREFORE the Secretary of State by his duly authorized and lawful deputy hereby requires you, the said Frederick Field, to have commenced and continued all proceedings for a voluntary winding-up of this Company, and the Secretary of State as a shareholder of the said Company does hereby appoint you as his proxy to vote for him and on his behalf at any meeting of the Company to be held in connection with such winding-up proceedings, and in particular:-

(a) To pass a Special Resolution that the Company be wound up and that you be appointed as liquidator, and,

(b) To pass resolutions introduced at the final meeting before dissolution held pursuant to Sec. 222 of the Companies Act.

DATED at Ottawa, this 17th day of August, A.D. 1946.

F. H. Gobeil

Under Secretary of State

Victoria Building,
7 O'Connor Street,
Ottawa, Ontario.

J-24

March 11, 1946.

F. G. Shears, Esq.,
Director,
Office of the Custodian,
506 Royal Bank Bldg.,
Vancouver, B. C.

Dear Mr. Shears:

Re: Komura Brothers, Ltd.

We have for acknowledgment your letter of March 4th.

It would be advisable to indicate that you have no authority to furnish all details in connection with this matter at the moment for the reason that the disposition of proceeds of funds belonging to belligerent enemies will be determined by the Treaty of Peace by which hostilities will be legally terminated.

Yours very truly,

K. W. Wright
Counsel to the Custodian

KWW/FC.

VIA AIR MAIL

CANADA

DEPARTMENT OF THE SECRETARY OF STATE

OFFICE OF THE CUSTODIAN

ADDRESS ALL COMMUNICATIONS TO THE CUSTODIAN'S OFFICE

PLEASE REFER TO FILE NO. 171 Enemy Section

506 Royal Bank Building,
Vancouver, B.C.

4th March, 1946.

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

Dear Mr. Wright:

Re: Komura Brothers, Ltd.

The principal shareholder of this company is Mrs. Orino Komura in Japan. Liquidation of the assets of this company has been completed and Mr. Field has been released from his responsibilities as Controller. Funds amounting to $248.16 are in our hands.

The following is a copy of a letter recently received by Mr. Field from Mr. E. Hayashi who merely holds one share:

"Since you took over property of Kumura Bros. Ltd. I think most of them are now disposed, therefore now I like to know the detailed inventory by your records so please let me know following items. And I think it is the best time to write about the company to Mrs. Komura in Japan for one of former store staff goes Japan perhaps soon.

1. Total cash (assets) in your hand.
2. Disposed date, price & purchaser.
   (a) Lot & building at 269 Powell St. Van.
   (b) " " " 253 Powell St. Van.
   (c) " " " 529 Powell St. Van.
   (d) Vacant lot at Adanac St.
   (e) Few other vacant lots.
   (f) 2 trucks
   (g) 2 cars
   (h) Merchandise
   (i) Fixtures
   (j) and what not according to your record
   (k) How about to collect accounts.
   (l) any paid out
   (m) Finaly above all things I think Mrs. Komura wants to know how you will deal with the assets.

CANADA

DEPARTMENT OF THE SECRETARY OF STATE

OFFICE OF THE CUSTODIAN

ADDRESS ALL COMMUNICATIONS TO THE CUSTODIAN'S OFFICE

PLEASE REFER TO

FILE NO. 171

Enemy Section

K.W. Wright Esq.

"If you noticed beside of these will you kindly let me know them.

Thank you

(signed) E. Hayashi

P.S. Did you collect rent from Mr. K. Nakahama (B.C. Fish Co.) occupied at 253 Powell St."

This request raises a question of policy in regard to supplying information for availability where enemy interests are concerned.

Your comments and advice in regard to this letter will be appreciated.

Yours very truly,

F. G. Shears

F. G. Shears,
Director.

FGS/PMH

CANADA

DEPARTMENT OF THE SECRETARY OF STATE

OFFICE OF THE CUSTODIAN

ADDRESS ALL COMMUNICATIONS TO THE CUSTODIAN'S OFFICE

PLEASE REFER TO FILE No. 171

Enemy Section

506 Royal Bank Building,
Vancouver, B.C.

6th November, 1945.

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

Dear Mr. Wright:

Re: Komura Brothers Limited.

There is on our file a Release to Mr. Field dated the 2nd day of December, 1944, signed by Mr. Mathieu. Apparently this was not used and since that time further liquidation has been carried out by Mr. Field.

You have received a copy of Messrs. P.S. Ross & Sons' Report dated the 8th August, 1945, in which they ask for the release of the appointment of Mr. Field as Controller. This would now appear to be in order and we are enclosing herein documents in this connection for the signature of the Assistant Deputy Custodian.

Yours truly,

F. G. Shears

F. G. Shears,
Director.

FGS/PMH

encl.

ESTABLISHED 1858

CABLE ADDRESS PHILROSS

P. S. Ross & Sons

CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG
CALGARY VANCOUVER

MAJ. GEN. J. G. ROSS, C.M.G.,
J. W. ROSS, LL.D., G. E. HOULT,
S. R. CAMPBELL, S. B. PECKHAM,
J. A. GRANT, W. G. JEPHCOTT,
W. L. GATEHOUSE, H. S. HAWTHORNE,
G. M. HAWTHORN, F. E. H. GATES,
I. A. ROSS, J. A. ROSS,
H. I. ROSS, F. A. COFFEY,
G. M. SMITH, G. G. HARRIS.

Centre No. 1

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

August 31, 1945.

Office of the Custodian,
Department of the Secretary of State,
7 O'Connor Street,
Ottawa, Ont.

Attention: Mr. G.W. McPherson

Dear Sirs:

Re: Komura Bros. Ltd.

The attached statement summarizes the results from controlling and liquidating the above Company to 8th August, 1945 upon which detailed reports have already been submitted.

An additional copy is enclosed in case you may wish to send one to your Vancouver office. We have also forwarded a copy to Mr. Field.

Yours very truly,

P. S. Ross & Sons

Encl.

Schedule A - Realization and Liquidation Statement

Assets	Per Balance Sheet as at December 31, 1941	Assets Realized: Proceeds	Loss	Profit
Accounts Receivable	5,465 50	$ 3,647 40	$ 500 00	
Reserve for Bad Debts	1,000 00			
Inventory	20,874 11)	13,627 86		(a)104 44
Inventory Reserve	7,500 00)			
Due from Enemy Shareholders	1,760 30	-	-	-
Land and Buildings	23,987 50	5,587 50	18,400 00	
Motor Vehicles	1,410 10	1,420 31		10 21
Equipment	853 50	1,375 00		521 50
	149 31		(e) 149 31	(e)149 31
	46,000 32	25,658 07	19,049 31	785 46
		Liabilities Liquidated: Payments	**Loss**	**Profit**
Accounts Payable	7,697 94	7,697 94	-	-
Enemy Debt	1,037 64	1,037 64	-	-
	8,735 58	8,735 58	-	-
	37,264 74	16,922 49	19,049 31	785 46
Cash and Dominion of Canada Bonds	8,858 52	16,922 49	(c)2,070 00 (b)1,907 50 (d) 570 13	
			21,689 44	2,692 96
			2,692 96	
Net Worth (Shareholders' Equity)	$ 36,123 26		$18,996 48	

(a) See Schedule B for particulars
(b) Miscellaneous Income
(c) Controllers' Fees
(d) Income Tax 1940 and 1941
(e) Absorbed in operating expenses.

ized						
ss	Profit					
00		$ 1,818 10				
		1,500 00				
		-				
	(a)104 44	-				
		1,760 30				
	-					
		-				
00		-				
	10 21	-				
	521 50					
		-				
31	(e)149 31					
		2,078 40				
31	785 46					
idated						
	Profit					
	-	-				
		-				
	-					
	-					
31	785 46	2,078 40				
00	(b)1,907 00	25,048 38				
13						
44	2,692 46					
96						
48		$27,126 78				

Schedule B - Realization of Inventory

Inventory December 31, 1941			$20,874
Less: Inventory Reserve			7,500
			13,374 1
Purchases			23,734 44
			37,108 55
Sales			52,101 81
Excess Profit (after applying Inventory Reserve)			14,993 26
Less: Operating Expenses -			
General	$ 11,661 05		
Depreciation-Building and Equipment	1,718 55		
Property Taxes	1,509 22		14,888 82
Profit on realization of Inventory			$ 104 44

Schedule C - Reconciliation of Deficit Account

Deficit - December 31, 1941			3,876 74
Net Loss on realization of assets with book value of $46,000.32		$ 17,763 85	
Additional Provision for bad debts		500 00	
Income Tax 1940-1941		570 13	
Fees-Investigation, Control and Liquidation		2,070 00	
		20,903 98	
Less: Miscellaneous Income Rentals and Interest		1,907 50	18,996 48
Deficit - August 8, 1945			$22,873 22

Schedule A - Realization and Liquidation Statement

Assets	Per Balance Sheet as at December 31, 1941	Assets Realized: Proceeds	Assets Realized: Loss	Assets Realized: Profit
Accounts Receivable	5,465 50	$ 3,647 40	$ 500 00	
Reserve for Bad Debts	1,000 00			
Inventory	20,874 11)	13,627 86		(a)1044
Inventory Reserve	7,500 00)			
Due from Enemy Shareholders	1,760 30	-	-	-
Land and Buildings	23,987 50	5,587 50	18,400 00	
Motor Vehicles	1,410 10	1,420 31		101
Equipment	853 50	1,375 00		521
	149 31		(e) 149 31	(e)149
	46,000 32	25,658 07	19,049 31	785
		Liabilities Liquidated: Payments	Liabilities Liquidated: Loss	Liabilities Liquidated: Profit
Accounts Payable	7,697 94	7,697 94	-	-
Enemy Debt	1,037 64	1,037 64	-	-
	8,735 58	8,735 58	-	-
	37,264 74	16,922 49	19,049 31	78
Cash and Dominion of Canada Bonds	8,858 52	16,922 49	(c)2,070 00 (d) 570 13	(b)1,90
			21,689 44	2,69
			2,692 96	
Net Worth (Shareholders' Equity)	$ 36,123 26		$18,996 48	

(a) See Schedule B for particulars
(b) Miscellaneous Income
(c) Controllers' Fees
(d) Income Tax 1940 and 1941
(e) Absorbed in operating expenses.

Schedule B - Realization of Inventory

Per Balance Sheet as at August 8, 1945			
	Inventory December 31, 1941		$20,874 11
	Less: Inventory Reserve		7,500 00
			13,374 11
$ 1,818 10	Purchases		23,734 44
1,500 00			37,108 55
-	Sales		52,101 81
-	Excess Profit (after applying Inventory Reserve)		14,993 26
1,760 30			
-	Less: Operating Expenses -		
-	General	$ 11,661 05	
-	Depreciation-Building and Equipment	1,718 55	
-	Property Taxes	1,509 22	14,888 82
-	Profit on realization of Inventory		$ 104 44
2,078 40			

Schedule C - Reconciliation of Deficit Account

	Deficit - December 31, 1941		3,876 74
-	Net Loss on realization of assets with book value of $46,000.32	$ 17,763 85	
-	Additional Provision for bad debts	500 00	
	Income Tax 1940-1941	570 13	
2,078 40	Fees-Investigation, Control and Liquidation	2,070 00	
25,048 38		20,903 98	
	Less: Miscellaneous Income Rentals and Interest	1,907 50	18,996 48
			$22,873 22
$27,126 78	Deficit - August 8, 1945		

VIA AIR MAIL

CANADA

DEPARTMENT OF THE SECRETARY OF STATE

OFFICE OF THE CUSTODIAN

ADDRESS ALL COMMUNICATIONS TO THE CUSTODIAN'S OFFICE

PLEASE REFER TO

FILE NO. 171

Legal Department

509 Royal Bank Bldg.,
Vancouver, B. C.
July 11th, 1945

G. W. McPherson, Esq.,
Executive Assistant to the
Secretary of State of Canada,
Victoria Bldg., 7 O'Connor St.,
Ottawa, Ontario

Re: Komura Bros. Limited

Dear Mr. McPherson:

We enclose herewith, for your information, copy of communication received from Messrs. P. S. Ross and Sons, under date of 10th instant, together with copy of our reply, which is self-explanatory.

Yours truly,

K. W. WRIGHT
COUNSEL TO THE CUSTODIAN

KWW/JF
Encl.

MR. MCPHERSON

509 Royal Bank Bldg.,
Vancouver, B. C.
July 11th, 1945

171

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

Re: Komura Bros. Limited

Dear Sirs:

We have for acknowledgment your communication of the 10th instant, and note that you have now received a certified cheque for $400.00 from the Wills Oil Company covering the purchase of Lot 27, Block 42, D. L. 196, owned by the above Company.

In view of the fact that this property has been independently appraised at $400.00, the Custodian approves acceptance of the offer and would be obliged if you would have the transaction completed as early as possible.

In accordance with your request, a letter has been addressed to the Registrar indicating that the Custodian has no objection to the registration of transfer from Komura Bros. Limited to Wills Oil Company. This letter has gone forward to Mr. A. H. Young, Barrister, in order that he may file same when transfer is recorded.

Yours truly,

K. W. WRIGHT
COUNSEL TO THE CUSTODIAN

KWW/JF

for Mr. G. W. McPherson

10th July, 1945.

Our File 295-137

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

Attention: Mr. K. W. Wright

Dear Sirs:

Re: Komura Bros. Limited

As discussed with you today, you have approved the sale of Lot 27, Block 42, D.L. 196 owned by the above mentioned company. This property is appraised at $400.00 and we have now received a certified cheque for this amount from the Wills Oil Company.

Would you please be good enough to write a letter to Mr. A. H. Young, Barrister & Solicitor, indicating your approval of the transfer of the property from Komura Bros. Limited to the Wills Oil Company.

Yours faithfully,

CANADA

DEPARTMENT OF THE SECRETARY OF STATE

OFFICE OF THE CUSTODIAN

ADDRESS ALL COMMUNICATIONS TO THE CUSTODIAN'S OFFICE

PLEASE REFER

FILE No. 171 Legal Section

509 Royal Bank Building,
Vancouver, B.C.,
6th February, 1945.

OFFICE OF THE CUSTODIAN
RECEIVED
FEB 10 1945
PASS TO.....
TRANSFER TO.....
ANS'D BY | FILE

Miss F. Carroll,
Office of the Custodian,
Victoria Building, 7 O'Connor St.,
Ottawa, Ontario.

Dear Miss Carroll:

Re: Komura Bros. Limited

Will you kindly have the enclosed letter, removing the Japanese Directors of the above Company, signed by Mr. Mathieu.

Yours truly,

K.W. WRIGHT
COUNSEL TO THE CUSTODIAN

KWW/DG
Encls.

CANADA

DEPARTMENT OF THE SECRETARY OF STATE

OFFICE OF THE CUSTODIAN

ADDRESS ALL COMMUNICATIONS TO THE CUSTODIAN'S OFFICE

PLEASE REFER TO

FILE No. 171

Legal Department.

506 Royal Bank Building,
Vancouver, B.C.

10th January, 1945.

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

Dear Mr. McPherson:

Mr. Mathieu signed warrants on December 4th last for the cancellation of shares of the above company recorded in the names of Japanese and for the registration and issuing of the said shares in the name of the Secretary of State of Canada acting in his capacity as Custodian. A certificate for 998 shares and a certificate for two shares has been issued.

Enclosed herein is certificate for two shares for endorsement by the Assistant Deputy Custodian so that one share may be transferred to Kenneth Wycott Wright and one share to Frank Gould Shears. This is in order that we may qualify and be appointed as Directors of this company.

Kindly return the certificate endorsed in due course.

Yours very truly,

F. G. Shears,
Director.

FGS/PMH
encl.

CANADA

DEPARTMENT OF THE SECRETARY OF STATE

OFFICE OF THE CUSTODIAN

ADDRESS ALL COMMUNICATIONS TO THE CUSTODIAN'S OFFICE

PLEASE REFER TO FILE No. 171

Legal Department

509 Royal Bank Bldg.,
Vancouver, B. C.
December 16th, 1944

Miss F. Carroll,
Office of the Custodian,
Victoria Bldg., 7 O'Connor St.,
Ottawa, Ontario

Re: Komura Brothers Limited

Dear Miss Carroll:

We attach hereto Release of Control, in duplicate, in favour of Mr. Frederick Field in connection with the above, which we would ask you to kindly have Mr. Mathieu sign.

Yours truly,

K. W. WRIGHT
COUNSEL TO THE CUSTODIAN

KWW/JF
Attach.

OFFICE OF THE CUSTODIAN
RECEIVED
DEC 21 1944
PASS TO.....
TRANSFER TO.....
ANS'D BY | FILE

For file J-24

VANCOUVER SUN, SEPTEMBER 30, 1944

Newspaper advertisement re sale of stock

on T. Maikawa Stores file, J-26

COPY/PM

File # J-24

Extract from: P. S. ROSS & SONS' LETTER

Dated: February 2, 1944.

KOMURA BROS. LIMITED

This business was advertised for sale as a going concern but no bids have been received. Since that time we have endeavoured to interest one or two parties with a view to making a sale of the operation. Failing any sale within the near future, it will be our recommendation that the business be closed and the fixtures and inventory be disposed of.

J-24

Victoria Building,
7 O'Connor Street,
Ottawa, Ontario.

April 14, 1943.

F. G. Shears, Esq.,
Acting Director,
Office of the Custodian,
506 Royal Bank Bldg.,
Vancouver, B. C.

Dear Mr. Shears:

Re: Komura Brothers Limited

P. S. Ross & Sons have forwarded a copy of their letter of April 10th, addressed to the attention of Mr. Wright and dealing with the changing of the name of the above company. They have also enclosed a copy of Mr. Young's letter of April 3rd.

My recollections of our discussion concerning this company are that it is being liquidated and in view of the Custodian's general policy of liquidating evacuee assets, I doubt the advisability of going to the trouble and expense of changing the name of this company at the present time. If Mr. Field's argument that a change of name of this company would improve the sale value of the company, is correct, then the same argument would apply to many other Japanese businesses and I am not convinced that the argument is sound or that the expense could be justified.

I would appreciate it if you would discuss the matter with Mr. Wright and also with Mr. Field and let me have your views.

Yours very truly,

(G. W. McPherson)
Executive Assistant.

GWMcP/FC.

Copy for Mr. G. W. McPherson

file

Vancouver, B.C.

Our file 295-137

10th April, 1943.

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

Attention: Mr. K. W. Wright

Dear Sirs:

Re: Komura Brothers Limited

We attach hereto a copy of a letter we have received from Mr. A. H. Young, barrister and solicitor of the above Company, and you will note that in order to change the Company's name it will be necessary for you to appoint two provisional directors in order that the enemy shares in this Company can be transferred to the name of the Custodian.

If this is agreeable to you will you be kind enough to have this done.

Yours faithfully,

R. L. Ross Sons

ALBERT H. YOUNG

Barrister and Solicotor
Natary Public

Office: 1009 Dominion Bank Building
207 West Hastings Street

Vancouver, B. C.

April 3rd, 1943.

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

Dear Sirs:

Your File 295-137
Re: Komura Bros. Limited.

Just as I stated to your Mr. Wray during my interview with him yesterday, the first step that should be taken towards changing the name of the company is for Mr. McPherson to appoint two directors if he has the power to do so under the Consolidated Regulations so that the shares held by Mrs. Orino Komura and Mr. Jusuke Yanagi can be transferred to the Custodian of Enemy Property.

In this connection, I advised you in my letter of the 21st of October last when the order for the transfer of these shares to the Custodian came to me with your letter of October 20th, that the order cannot be complied by the company by reason of the directors having been evacuated from the coastal area.

When the directors are appointed and these shares transferred to the Custodian by them, the Custodian in turn should nominate two members of the company transferring to each of them qualifying shares. After this is done, a special meeting should be called to pass a special resolution to change the name of the company. Of course, you must bear in mind that at this meeting the members present must hold or represent by proxy not less than one-tenth of the issued capital of the company. The number of shares issued is one-thousand and Mrs. Komura holds 997 shares.

Yours truly,

"A. H. Young"

COPY

J-24

Memorandum regarding discussion of the affairs of

Komura Brothers Limited

held on Tuesday, the 23rd March, 1943.

PRESENT:

Mr. G. W. McPherson	Authorized Deputy of the Secretary of State
Mr. F. G. Shears	Acting Director
Mr. K. W. Wright	Counsel
Messrs. Frederick Field and R. F. Wray	Representing P. S. Ross & Sons

The controllers reported that the store was operating at only a very small loss. In view of the fact that only this week had announcement been made of the new policy of the Custodian to dispose of all Japanese assets, it was felt advisable to defer the taking of any drastic action in connection with this business. It was felt that as soon as time had elapsed for the public to become thoroughly impressed with the effect of the new policy, a condition might then be favourable to offering the business for sale as a going concern.

In the meantime, Messrs. P. S. Ross & Sons are to keep in constant touch with Mr. Shears as to the progress of the business.

File #171

19th December, 1942

MEMORANDUM

Re: Komura Brothers Ltd.

P. S. Ross & Sons' account dated November 20th should be forwarded to the Liquidator for payment, a cheque to be issued to the Montreal office and forwarded through the Custodian.

It appears that the Company has been operating at a small loss during the last two months, but this may be due to the transition period and therefore it is advisable to continue to operate with the Liquidator keeping an eye on the deficit.

It should not be allowed to run too long without considering the advisability of a sale. Three months should be about the limit and a decision should then be made as to the future disposition.

The Liquidator has requested that permission be given to change the name. If the expense involved is not large the Liquidator should be authorized to take the necessary steps to do this.

Insofar as the British Columbia Fish Market premises are concerned, the Liquidator should be permitted to lease these premises for up to two years provided certain expenditures are made, but rental arrangements should be so designed that the amount of rent is not reduced, credits being given for the expenditure. Protection should of course be given by the tenant to the Liquidator insofar as mechanics' liens are concerned.

GWMcP/PMH

17106
Administration

AHM/G

Victoria Bldg., 7 O'Connor Street,
Ottawa, January 26th, 1942.

Dear Sirs,-

Re: Komura Bros. Ltd.

I am in receipt of your letter of January 15th, advising that you are holding a draft signed by the above firm for $265.86 which matured January 4th this year.

The affairs of this company are now under investigation by the Custodian's Agents, Messrs. P. S. Ross & Sons, Vancouver, and I would suggest that you request your Bankers to again present the draft and I have no doubt that payment will be arranged.

Yours very truly,

(A. H. Mathieu)
Assistant Deputy Custodian.

Messrs. Vaintrub & Sons,
Balfour Building,
3575 St. Lawrence Blvd.,
Montreal, P.Q.

TELEPHONE MARQUETTE 6813

BALFOUR BUILDING
3575 ST. LAWRENCE BLVD.

VAINTRUB & SONS

MANUFACTURERS OF

DERBY *Shirts* — MENS FINE SHIRTS — MONTE CARLO *Shirts*

MONTREAL Jam. 15, 1942.

OFFICE OF THE CUSTODIAN
RECEIVED
JAN 16 1942
PASS TO.....
TRANSFER TO.....
ANS'D BY
FILE

Dept. Of The Secretary Of State,
The Custodian Of Enemy Property,
Room 45a, Central Chambers,
Ottawa, Ont.

Dear Sir:

Our Bank, the Bank of Toronto, Ontario and St. Lawrence Blvd. branch, Montreal, has today handed us draft for $265.86 due Jan. 4th, and signed by Komura Bros. Ltd.

Komura Bros. Ltd., 269 Powell St., Vancouver, were sold merchandise on Oct. 29th to the amount of $265.86 by our Vancouver Representative. On date of maturity this draft was returned to our Bank with the following remark: "This cheque requires counter-signature of agent for Enemy Custodian."

We are, therefore, addressing ourselves to you with the view to collecting this item. Your prompt reply will be sincerely appreciated.

Thanking you, we are,

Yours very truly,

VAINTRUB & SONS,

BM/SG

Per:

1156

Albert H. Young
Barrister and Solicitor
Notary Public

OFFICE: 1009 DOMINION BANK BUILDING
207 WEST HASTINGS STREET.

PHONE: MARINE 2825

Vancouver, B.C.,
Canada

January 9, 1942.

OFFICE OF THE CUSTODIAN
RECEIVED
JAN 13 1942
PASS TO
TRANSFER TO
ANS'D BY
FILE

Custodian's Office,
Victoria Building,
7 O'Connor Street,
Ottawa, Ontario.

Dear Sirs:-

Re: Your File No. HPG/D.
Debts and Customs Section.

7356

I have interviewed Mr. Frederick Field, the Controller appointed by Mr. G. W. McPherson, Deputy Custodian, with reference to your letter of the 3rd inst., addressed to Komura Bros. Limited.

Mr. Field states that he is now in the midst of examination of this company's affairs and that when the examination is completed he will advise me so that the company can report to you and pay all debts owing to persons or firms residing or operating in enemy territories covered by the Regulations Respecting Trading with the Enemy (1939).

If in the meanwhile you require any information concerning this company, please write to me.

17/06

Yours truly,

AHY:H.

Victoria Building,
7 O'Connor Street, Ottawa, Ont.,

January 3rd, 1942.

HPG/D.

Debts and Customs Section

Dear Sir:

I have to advise you that the provisions of the Consolidated Regulations Respecting Trading with the Enemy (1939) have been extended to and are deemed to apply to Japan (including Karafuto), Korea, Manchuria, Kwangtung Leased Territory, Formosa, Japanese Mandated Islands, Japanese occupied China (including the whole of the Chinese Coast Line), Indo-China, International and French Concessions at Shanghai, and any other territory occupied by Japan.

The above mentioned territories now come under the operation of these Regulations and require that you immediately report any property, right or interest to the Custodian that you may be holding or managing for persons residing in the above territories, and Section 29 of the Regulations requires that you immediately report and pay to the Custodian all debts owing by you to firms or persons residing or operating therein.

Accounts payable in Japanese yen must be converted at the fixed rate of .2604. If, however, they are payable in United States funds or Sterling, the Custodian requires that they be paid in those currencies.

From information already received, you may have property to report and I, therefore, enclose Forms "A", "B" and "C" to enable you to make your report and payment. Should you require further forms, they will be forwarded upon application.

Payment must be made within thirty days from the date of the declaration of war on Japan, December 7th, 1941, otherwise interest at the rate of 5% per annum must be added.

A prompt reply will be appreciated.

Yours very truly,

(H. P. Gardner)

For Assistant Deputy Custodian

Messrs. Komura Bros., Ltd.,

Vancouver, B.C.

MG

Komura Bros. Limited

Report on Winding-Up

10th January, 1949

P. S. Ross & Sons

CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG CALGARY VANCOUVER

ESTABLISHED 1858

CABLE ADDRESS PHILROSS

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.

ROYAL BANK BUILDING
360 ST. JAMES STREET

MONTREAL, QUE.

10th January, 1949

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

Attention: Mr. F. G. Shears, Director

Dear Sir:

re: Komura Bros. Limited

Under date of 8th August, 1945 we reported to you on the affairs of this company to that time. We now wish to advise that the company has been wound up under the provisions of the B. C. Companies Act in accordance with your order of 17th August, 1946, and submit the following exhibits:

Exhibit 1 - Balance Sheet as at 8th August, 1945.

Exhibit 2 - Deficit Account for the period 31st December, 1941 to 21st December, 1948.

Exhibit 3 - Statement of Cash Receipts and Disbursements for the period 8th August, 1945 to 21st December, 1948.

Exhibit 4 - Statement showing Distribution to Shareholders as at 21st December, 1948.

On 6th December, 1945 we requested the Royal Bank of Canada, East End Branch, to deliver to you Dominion of Canada Bonds having a par value of $23,800.00. These, along with bonds having a par value of $200.00, which we also turned over to you on 6th December, were eventually disposed of by you to your investment account for the par value of $24,000.00.

Since our last report we have collected a total of $284.89 on accounts receivable and have written off the remaining accounts against the reserve already provided. The account due from Mrs. O. Komura in the amount of $1,760.30 has been recovered at the time of the final distribution.

Office of the Custodian,
Vancouver, B. C.

10th January, 1949

Details of the final distribution to shareholders is shown on exhibit 4. The advances made to J. Yanagi, E. Hayashi and S. Iwasaki along with the amounts of the final distribution should be transferred to the account of Mrs. O. Komura. E. Hayashi and S. Iwasaki have already advised that they have no interest in the shares recorded in their names. Mr. A. H. Young, the company solicitor, has advised that Mrs. Komura is the beneficial owner of the share held in the name of J. Yanagi - in Japan.

In our earlier reports we advised that it was apparently the intention at one time to distribute one half of the shares of the company to the employees. We have been unable to substantiate this and have not given effect to it in the final distribution.

We have received releases from the Workmen's Compensation Board, the Unemployment Insurance Commission and the Department of National Revenue in respect of income and excess profits taxes.

The company was placed in liquidation by special resolution dated 18th November, 1946 and the final meeting of shareholders was held on 21st December, 1948 after which the required returns were filed 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.

P. S. Ross & Sons

Chartered Accountants.

Exhibit 1

Komura Bros. Limited

Balance Sheet

As at 8th August, 1945

A s s e t s

Cash at bankers		$ 1,048.38
Dominion of Canada bonds		24,000.00
Accounts receivable - trade	1,818.10	
Deduct: reserve for bad debts	1,500.00	318.10
Account receivable - enemy shareholder		1,760.30
		$ 27,126.78

C a p i t a l

Authorized and issued	$ 50,000.00	
Deficit	22,873.22	$ 27,126.78

Exhibit 2

Komura Bros. Limited

Deficit Account

For the period 31st December, 1941 to 21st December, 1948

Balance as at 31st December, 1941		$ 3,876.74	
Deduct: Decrease in inventory reserve		3,500.00	
Adjusted deficit as at 31st December, 1941			376.74
Add: Income taxes for years 1940-1941		570.13	
Operating loss 31st December, 1941 to 8th August, 1945	1,488.06		
Increase in bad debt reserve	500.00		
Controller's fees	2,070.00	4,058.06	
Loss on sale of real estate		18,400.00	23,028.19
			23,404.93
Deduct: Profit on sale of motor equipment		10.21	
Profit on sale of equipment		521.50	531.71
Deficit at 8th August, 1945			22,873.22
Deduct: Sundry recoveries			4.38
			22,868.84
Add: Income taxes paid		151.92	
Control and liquidation fees and expenses		525.00	
Legal fees and expenses		110.68	
Bad debts written off		33.21	820.81
Deficit - 21st December, 1948			$ 23,689.65

R e c o n c i l i a t i o n

Paid up capital		$ 50,000.00	
Deduct: Distribution to shareholders	24,550.05		
Account receivable recovered in final distribution	1,760.30	26,310.35	
Deficit on winding up - above			$ 23,689.65

Exhibit 4

Komura Bros. Limited

Statement Showing Distribution to Shareholders

As at 21st December, 1948

Shareholder	Shares	Share of Capital Repaid	Advances	Account Receivable	Final Distribution
Mrs. O. Komura	997	26,231.42	2,293.10	1,760.30	22,178.02
J. Yanagi	1	26.31	2.30		24.01
E. Hayashi	1	26.31	2.30		24.01
S. Iwasaki	1	26.31	2.30		24.01
	1,000	26,310.35	2,300.00	1,760.30	22,250.05

Komura Bros. Limited

Report on Liquidation

8th August, 1945

P. S. Ross & Sons
CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG CALGARY VANCOUVER

ESTABLISHED 1858

CABLE ADDRESS PHILROSS

P. S. Ross & Sons

CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG
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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.

ROYAL BANK BUILDING
~~XXXXXXXXXXXX~~
~~MONTREAL, QUE.~~

Vancouver, B. C.
8th August, 1945.

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

Attention: Mr. F. G. Shears
Director

Dear Sirs:

Re: Komura Bros. Limited

Under date of 15th October, 1944, we reported to you concerning the liquidation of Komura Bros. Limited and recommended that we transfer the remaining assets to your office and that our Mr. Frederick Field be granted a release. Since that time we have continued to deal with the affairs of the company and append hereto the following statements covering operations from 30th September, 1944 to 8th August, 1945.

Exhibit 1 - Balance Sheet as at 8th August, 1945.

Exhibit 2 - Deficit Account to 8th August, 1945.

Exhibit 2A - Deficit Account as at 8th August, 1945 (covering period 30th September, 1944 to 8th August, 1945)

Course of Liquidation

Since our report of 15th October, 1944, we have been successful in disposing of the unimproved real estate located in the 500 block on Powell Street for the appraised value of $400.00. This sale was recommended by us and received your approval. The remaining merchandise stored at 369 Powell Street was advertised for sale but no offers were received. Subsequently, with your approval, this was disposed of along with two small lots belonging to other Japanese companies for a total price of $50.00. The merchandise consisted largely of drugs, the value of which was doubtful,

and it was felt desirable that this merchandise should be cleaned up.

Investments

Since our last report we have invested a further amount of $1,300.00 in Victory Loan and there is now an amount of $24,000.00 invested in Dominion of Canada bonds. These are summarized as follows:

Dominion of Canada 3% 1951	200.00
Dominion of Canada 3% 1956	15,000.00
Dominion of Canada 3% 1960	7,500.00
Dominion of Canada 3% 1962	1,300.00
	$ 24,000.00

Share Capital

Share Certificates are in the hands of your office as follows:

Certificate No. 11	- Custodian	998 shares
Certificate No. 12	- F. G. Shears	1 share
Certificate No. 13	- K. W. Wright	1 share
		1,000 shares

These represent the shares referred to in our report of 11th March, 1942 as follows:

Jusuke Yanagi	In Japan	1 share
Eiichi Hayashi	Canada	1 share
Mrs. Orino Komura	In Japan	998 shares
		1,000 shares

We are informed by Mr. Albert H. Young that one of the shares in the name of Mrs. Orino Komura should be held for the account of Sadao Iwasaki. We would also refer you to our report of 11th March, 1942, wherein we stated that it was the intention that one half of the shares were to be divided amongst the employees of the company. We have been unable to secure confirmation of this statement.

General

With the exception of possible further collections of accounts receivable all assets of this company have been disposed of and we would again recommend that we be granted a release of the appointment of our

Office of the Custodian,
Vancouver, B. C.

8th August, 1945.

Mr. Frederick Field as controller.

Yours faithfully,

T. T. Ross & Sons

Exhibit 1

Komura Bros. Limited

Balance Sheet

as at 8th August, 1945

A s s e t s

Cash - balances on hand and at bankers		1,048.38
Dominion of Canada Bonds		24,000.00
Accounts Receivable - trade	1,818.10	
Less: Reserve for bad and doubtful accounts	1,500.00	318.10
Due by enemy shareholder - Mrs. O. Komura		1,760.30
		$ 27,126.78

L i a b i l i t i e s

Share Capital		
Authorized and Issued		
1,000 shares of $50.00 each	50,000.00	
Deficit - per Exhibit 2	22,873.22	
		$ 27,126.78

Exhibit 2

Komura Bros. Limited

Deficit Account

8th August, 1945

Balance as at 31st December, 1941		3,876.74	
Less: Decrease in inventory reserve		3,500.00	
Adjusted deficit as at 31st December, 1941			376.74
Add: Income taxes for years 1940-1941		570.13	
Operating loss 31st December, 1941 to 8th August, 1945	1,488.06		
Increase bad debt reserve	500.00		
Controllers' fees	2,070.00	4,058.06	
Loss on sale of real estate		18,400.00	
			23,028.19
			23,404.93
Deduct: Profit on sale of motor equipment		10.21	
Profit on sale of equipment		521.50	
			531.71
Deficit as at 8th August, 1945			$ 22,873.22

Exhibit 2A

Komura Bros. Limited

Deficit Account

as at 8th August, 1945

(covering period 30th September, 1944 to 8th August, 1945)

Deficit as at 30th September, 1944		21,926.69
Add		
Loss on final disposal of stock in trade	105.93	
Taxes 527 Powell Street	114.55	
Liquidator's Expenses		
Commission, sale 253 Powell Street	50.00	
Legal fees	118.75	
Advertising	44.42	
Expense re sundry sales	27.44	
Safekeeping bonds	23.80	
Liquidator's fee	1,100.00	1,584.89
		23,511.58
Deduct		
Expense recovered	16.16	
Furniture and fixtures sold	164.10	
Interest on bonds	458.10	638.36
Deficit as at 8th August, 1945		$ 22,873.22

Read 8/1/44

Komura Bros. Limited

Report on Liquidation

15th October, 1944

P. S. Ross & Sons

CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG CALGARY VANCOUVER

ESTABLISHED 1858

CABLE ADDRESS PHILROSS

MONTREAL, 360 ST. JAMES STREET
TORONTO, ROYAL BANK BUILDING
WINNIPEG, 607 ELECTRIC CHAMBERS
CALGARY, LANCASTER BUILDING
VANCOUVER, ROYAL BANK BUILDING

P. S. Ross & Sons

CHARTERED ACCOUNTANTS, TRUSTEES & LIQUIDATORS

BRIG. GEN. JAMES G. ROSS, C.M.G., C.A., F.C.A. (CAN.)
A. F. C. ROSS, C.A., F.C.A. (CAN.) F.S.A.A. (ENG.)
JOHN W. ROSS, LL.D., C.A., F.C.A. (CAN.)
GORDON W. SCOTT, C.A.
S. R. CAMPBELL, C.A.
JOHN A. GRANT, C.A.
S. B. PECKHAM, C.A.
GUY E. HOULT, C.A.
W. L. GATEHOUSE, C.A.
W. G. JEPHCOTT, C.A.
H. S. HAWTHORNE, C.A.
F. E. H. GATES, C.A.
G. M. HAWTHORN, C.A.
IAN A. ROSS, C.A.
JOHN A. ROSS, C.A.

ROYAL BANK BUILDING

VANCOUVER, B.C.

15th October, 1944.

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

Attention: Mr. F. G. Shears
Director

Dear Sirs:

Re: Komura Bros. Limited

Since our report of 27th October, 1942 the operations of the retail store owned by Komura Bros. Limited have been continued until the end of February, 1944, when the business was finally disposed of. This report covers the period 27th October, 1942 until the 30th September, 1944, and the following exhibits are appended hereto:

Exhibit 1 Balance Sheet as at 30th September, 1944.

Exhibit 2 Profit and Loss Account for the year ended 31st December, 1942.

Exhibit 3 Profit and Loss Account for the year ended 31st December, 1943.

Exhibit 4 Profit and Loss Account for the period 1st January to 30th September, 1944.

Exhibit 5 Combined Profit and Loss Account for period 1st January, 1942 to 30th September, 1944.

Exhibit 6 Deficit Account, 30th September, 1944.

Exhibit 7 Copy of advertisement.

Course of Liquidation

As mentioned in our report of 27th October, 1942 it was hoped that a revival of business on Powell Street would result in a sale of the

business as a going concern. This anticipated improvement did not take place and in the summer of the year 1943, upon our recommendation, it was decided to offer the business for sale by tender. The business was advertised on the 22nd October, 1943, tenders closing on the 24th November, 1943. A copy of the advertisement is attached as Exhibit 7. No tenders were received as a result of the advertisement.

Appraisals of the two pieces of improved property were made on our behalf by Mr. Douglas Reeve, of Johnson & Reeve, the figures being as follows:

269 Powell Street - $2,500.00
253 Powell Street - $1,000.00

Subsequently the vacant lots were appraised by Mr. Reeve and the values of those are as follows:

2600 Block Adanac Street - $200.00
500 Block Powell Street - $400.00

An appraisal was made of the furniture and fixtures by Messrs. Thompson & Binnington Ltd. and their figure on these items was $972.50.

On the 16th February, 1944 we received an offer from Mr. Peter Hem, on behalf of Mr. Edward Wong, to purchase the premises 269 Powell Street, the furniture and fixtures, and the Canadian merchandise. The offer received was as follows:

269 Powell Street - $2,500.00
Furniture & Fixtures - 800.00
Canadian Merchandise - Invoice Price

This was submitted to you with our recommendation that it be accepted, and was subsequently approved by you. Arrangements were made to take inventory as at 28th February, 1944, and after giving some allowance for shopworn and obsolete merchandise a figure of $1,000.00 was agreed upon in respect to the Canadian merchandise. The actual inventory figure, including obsolete and shopworn merchandise, was $1,220.09. The remaining Japanese merchandise was removed and stored temporarily at the premises of T. Maikawa Stores Ltd.

The remaining real estate was again advertised in June, 1944, in company with lots advertised by your office, and as a result of this advertisement an offer was received for the Adanac Street lot of $225.00. Upon our recommendation, approved by you, this offer was accepted. On the 15th July, 1944 we received an offer from Messrs. Campbell & Pemberton, on behalf of Mr. Edward Wong, to purchase 253 Powell Street for a figure of $1,000.00, subject to an agent's commission of 5%. This offer being in line with the appraised value, we recommended its acceptance and received your approval thereto.

In May, 1944, certain of the Japanese merchandise stored at T. Maikawa Stores Ltd. was sold by auction by Messrs. Thompson & Binnington, along with merchandise owned by two other Japanese companies. As a result of this sale the sum of $165.65 was received for the account of this company. The remaining merchandise stored at 369 Powell Street has been advertised for sale by tender. This merchandise consists principally of drugs and is of very nominal value. It will thus be seen that the remaining assets owned by this company, not yet realized, consist of certain accounts receivable of doubtful value, and a vacant lot situated in the 500 block Powell Street, with an appraised value of $400.00.

If reference be made to the Deficit Account (Exhibit 6) it will be seen that the operations of the store business for the period 1st January, 1942 to 30th September, 1944 resulted in a loss of $1,477.43 exclusive of Custodian fees and bad debts provision but after allowance for depreciation. It will also be noted that it has been possible to reduce the provision for estimated loss on the inventory of Japanese merchandise from $7,500.00 to $4,000.00. In our opinion the results have justified the decision made early in 1942 to liquidate the merchandise inventory by continued operation of the business. The gross inventory at 31st December, 1941 was $20,874.11.

Investments

With your approval, the sum of $15,000.00 was invested in the Third Victory Loan and the sum of $7,500.00 in the Sixth Victory Loan. The following is a summary of investments:

Dominion of Canada 3% due 1951	-	$ 200.00
Dominion of Canada 3% due 1956	-	$15000.00
Dominion of Canada 3% due 1960	-	7500.00
		$22700.00

The principal assets of this company having been liquidated, we would recommend that we transfer the remaining assets to your office and that we be granted a release of the appointment of our Mr. Frederick Field as Controller.

Yours faithfully,

C. J. Ross Jones

Exhibit 1

Komura Bros. Limited

Balance Sheet

as at 30th September, 1944

A s s e t s

Current		
Cash - balances at bankers		2,367.56
Accounts receivable - trade	1,847.44	
Less: Reserve for bad and doubtful accounts	1,500.00	347.44
Sundry accounts (since received)		90.11
Accrued interest on bonds		282.90
Victory Loan bonds - at cost		22,700.00
Merchandise	4,125.00	
Less: Reserve	4,000.00	125.00
		25,913.01
Due by Enemy shareholder		1,760.30
Real estate, at appraised value		400.00
		$ 28,073.31

L i a b i l i t i e s

Share Capital		
Authorized and Issued		
1,000 shares of $50.00 each	50,000.00	
Deficit - per Exhibit 6	21,926.69	
		$ 28,073.31

Exhibit 2

Komura Bros. Limited

Profit and Loss Account

for the year ended 31st December, 1942

Sales			41,174.13
Cost of Sales			
Inventory of merchandise 1st January, 1942		20,874.11	
Purchases		17,311.83	
		38,185.94	
Less: Inventory of merchandise 31st December, 1942		6,974.51	31,211.43
Gross profit on sales			9,962.70
Other Income			
Rentals		4.00	
Interest		81.00	85.00
			10,047.70
Expenses			
Wages		4,566.55	
Advertising		18.09	
Travelling expense		136.75	
Delivery and car expense		474.78	
Controllers' fees		820.00	
Light, heat and telephone		244.87	
Insurance and licences		600.67	
Property taxes		649.85	
Office supplies and expenses		624.23	
General expense		480.48	
Interest		45.06	
Unemployment insurance		25.55	
Provision for doubtful accounts		500.00	
Provision for depreciation:			
Buildings	675.00		
Store fixtures and equipment	118.15	793.15	
Total expenses			9,980.03
Net Income			$ 67.67

Exhibit 3

Komura Bros. Limited

Profit and Loss Account

for the year ended 31st December, 1943

Sales			8,488.90
Inventory 1st January, 1943		6,974.51	
Purchases		5,177.37	
		12,151.88	
Less: Inventory 31st December, 1943		4,936.32	7,215.56
Gross profit on sales			1,273.34
Add: Bond interest			450.00
Rentals			292.50
			2,015.84
Expenses			
Wages		2,189.34	
Light, heat and telephone		258.99	
Insurance and licences		214.16	
Municipal taxes		562.24	
Unemployment insurance		42.01	
General expenses		228.50	
Depreciation:			
Buildings	675.00		
Equipment	118.15	793.15	
Controllers' fees		150.00	
			4,438.39
Net loss for year ended 31st December, 1943			$ 2,422.55

Exhibit 4

Komura Bros. Limited

Profit and Loss Account

for the nine months ended 30th September, 1944

Sales		2,419.71
Inventory 1st January, 1944	4,936.32	
Purchases	1,245.24	
	6,181.56	
Less: Inventory 30th September, 1944	4,125.00	
		2,056.56
Gross profit on sales		363.15
Add: Bond interest	432.90	
Rentals	189.00	621.90
		985.05
Expenses		
Wages	686.55	
Light and telephone	59.36	
Insurance and licences	40.80	
Municipal taxes	182.58	
Unemployment insurance	12.58	
General expenses	463.48	
Depreciation	132.25	
		1,577.60
Net loss for nine months ended 30th September, 1944		$ 592.55

Exhibit 5

Komura Bros. Limited

Summary of Profit and Loss for period

31st December, 1941 to 30th September, 1944

Sales		52,082.74
Cost of Sales		40,483.55
Gross profit on sales		11,599.19
Add		
Income from rentals	485.50	
Income from interest	963.90	1,449.40
Total income		13,048.59
Expenses		
Operating expenses	12,807.47	
Depreciation	1,718.55	
Bad debt reserve	500.00	
Controllers' fees	970.00	
		15,996.02
Net loss for period		$ 2,947.43

Exhibit 6

Komura Bros. Limited

Deficit Account

30th September, 1944

Balance as at 31st December, 1941		3,876.74	
Less - decrease in inventory reserve		3,500.00	
Adjusted deficit as at 31st December, 1941			376.74
Add: Income taxes for years 1940-1		570.13	
Operating loss 31st December, 1941 to 30th September, 1944	1,477.43		
Increase bad debt reserve	500.00		
Controllers' fees	970.00	2,947.43 *	
Loss on sale of real estate		18,400.00	
			21,917.56
			22,294.30
Deduct:			
Profit on sale of motor equipment		10.21	
Profit on sale of equipment		357.40	
			367.61
Deficit as at 30th September, 1944			$ 21,926.69

* Loss - 1943 2,422.55
Loss - 1944 592.55
3,015.10
Profit- 1942 67.67
$ 2,947.43

Exhibit 7

RETAIL GROCERY STORE AND REAL ESTATE FOR SALE

By virtue of authority given under the Consolidated Regulations Respecting Trading with the Enemy (1939) the undersigned Controller offers for sale as a going concern the retail store business located at 267-269 Powell Street, Vancouver, B. C., together with certain real estate, owned by Komura Bros. Limited, and calls for tenders for the following assets:

Parcel "A" - Lot 18, Block 4, D.L. 196, Group 1, N.W.D., known as 267-269 Powell Street, Vancouver, B. C., and being a two storey frame and brick store building with rooms above.

Parcel "B" - Lot 16, Block 4, D.L. 196, Group 1, N.W.D., known as 253 Powell Street, Vancouver, B. C., and being partly a one storey and partly a one and one-half storey frame store building.

Parcel "C" - Stock of merchandise consisting of groceries, drygoods and tobacco.

Parcel "D" - Store furniture and fixtures.

Parcel "E" - Lot 6, Block 2, N.E.¼ Section 22, Hastings Suburban Lands, Plan 2055, being in the 2600 block Adanac Street, Vancouver, B. C.

Parcel "F" - Lot 27, Block 42, D.L. 196, Group 1, N.W.D., known as 527 Powell Street, Vancouver, B. C.

Tenders will be received, on a fixed price basis for Parcels "A", "B", "D", "E" and "F", and at a rate on the dollar for Parcel "C", by the undersigned Controller at his office up to noon (Daylight Saving Time) the 24th day of November, 1943, in each case upon the following terms and conditions:

1. Each tender must be for one of the parcels but a separate tender may be filed for each of several parcels.

2. A certified cheque payable to the order of the Controller for ten percent (10%) of the amount offered must accompany each tender.

3. The envelope enclosing offer should be marked "Tender" and addressed to the undersigned.

4. All real property adjustments will be made at the date of conveyance.

5. Properties will be sold subject to existing leases and encumbrances.

6. The Controller reserves the right to cancel every accepted tender for real property and to refund the deposit at any time prior to delivery by him of the conveyance.

7. No warranty is made as to the quantity or condition of the assets included in Parcels "C" and "D".

8. The real properties are offered for sale without any warranty whatsoever by the Controller of location or condition of buildings or improvements.

Cheques in respect of unaccepted bids will be returned in due course.

Neither the highest nor any tender will necessarily be accepted.

Permission to inspect the buildings, properties and inventories may be arranged by application to the undersigned during office hours any day up to noon on the 20th day of November, 1943.

Dated at Vancouver, B. C. this 22nd day of October, 1943.

Frederick Field, C.A.,
Controller,
Komura Bros. Limited,
c/o P. S. Ross & Sons,
411 Royal Bank Building,
Vancouver, B. C.

Read
Dec 7/42
Ian

Komura Bros. Limited

Report on Control

as at 27th October 1942

P. S. Ross & Sons
CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG CALGARY VANCOUVER

MONTREAL, 360 ST. JAMES STREET
TORONTO, ROYAL BANK BUILDING
WINNIPEG, 607 ELECTRIC CHAMBERS
CALGARY. LANCASTER BUILDING
VANCOUVER. ROYAL BANK BUILDING

ESTABLISHED 1858

CABLE ADDRESS PHILROSS

P. S. Ross & Sons

CHARTERED ACCOUNTANTS, TRUSTEES & LIQUIDATORS

BRIG. GEN. JAMES G. ROSS, C.M.G., C.A., F.C.A. (CAN.)
A. F. C. ROSS, C.A., F.C.A. (CAN.) F.S.A.A. (ENG.)
JOHN W. ROSS LL.D., C.A., F.C.A. (CAN.)
GORDON W. SCOTT, C.A.
S. R. CAMPBELL, C.A.
JOHN A. GRANT, C.A.
S. B. PECKHAM, C.A.
GUY E. HOULT, C.A.
W. L. GATEHOUSE, C.A.
W. G. JEPHCOTT, C.A.
H. S. HAWTHORNE, C.A.
F. E. H. GATES, C.A.
G. M. HAWTHORN, C.A.
IAN A. ROSS, C.A.
JOHN A. ROSS, C.A.

ROYAL BANK BUILDING

VANCOUVER, B.C.

27th October, 1942.

G. W. McPherson Esq.,
Authorized Deputy of the Secretary of State
and/or Custodian,
Vancouver, B. C.

Sir:

Re: Komura Bros. Ltd.

The business of Komura Bros. Ltd. was carried on under the control of Messrs. P. S. Ross & Sons, Chartered Accountants, from the date of their appointment, 20th December, 1941, until 4th April, 1942, when upon their recommendation that the business of the company be wound up, you appointed their representative Mr. Frederick Field, Controller with the powers of a liquidator. Mr. Field subsequently advised that the business be continued for the present as the most economical method of liquidation and you gave assent thereto under date of 23rd April, 1942. The report of Messrs. P. S. Ross & Sons of 11th March, 1942 included financial statements of the company as at 31st December, 1941. You have been advised from time to time by letter of the current operations of the business. In view of the fact that a physical inventory of merchandise was taken as at 31st July, 1942 we attach hereto the following statements:-

Exhibit 1. Balance Sheet as at 31st July, 1942

Exhibit 2. Profit & Loss Account for the seven months ended 31st July, 1942.

Exhibit 3. Summary of Sales & Expenses August & September, 1942.

In comparing the enclosed Balance Sheet with that of 31st December, 1941 your attention is directed to the following:

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

27th October,1942.

You will note a substantial sum is now shown under the heading of cash on hand and in bank.

The accounts receivable have been reduced by the sum of $3,428.27. While there is a reserve of $1,000.00 to cover possible loss in the realization of the remaining accounts receivable totalling $2,037.23 it is considered, at the present moment, unlikely the net amount will be liquidated in full.

The inventory of merchandise was valued on the same basis as 31st December, 1941, namely one-third off selling prices. At 31st December, 1941 an inventory reserve of $7,500.00 was set up to cover the possible loss in realizing the inventory of Japanese merchandise which amounted to approximately $16,000.00. In my opinion this reserve of $7,500.00 will not be required in full, but I have made no adjustment in the attached interim statements. You will note the inventory has been reduced approximately 50%.

The $200.00 in Victory Bonds are now held in my Safety Deposit Box.

Of the four motor vehicles owned by the company one was sold for $700.00 and the funds were received before the 31st July, 1942. The remaining three were valued at $975.00 and one was sold in September and one in October. No adjustments are being made in the company's books to show the profit or loss on the sales of motor vehicles until they have all been disposed of.

The liabilities as shown in the Balance Sheet at 31st December, 1941 you will note are now paid, with the exception of the Enemy Debt for which a cheque in full was forwarded to you under date of 20th October, 1942.

P. S. ROSS & SONS

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

27th October, 1942.

You will note that attached exhibit 2 shows a profit on operations before income and excess profits taxes for the seven months to 31st July 1942 in the amount of $2,211.47. While the gross sales are considerably less than 1941 a substantial reduction has been effected in operating expenses.

Reference to exhibit 3 shows that the gross sales for August and September were considerably under the average of the previous seven months. Further reductions have been made in the operating expenses which it is now estimated will not average in excess of $400.00 per month, excluding taxes and carrying charges on the company's property and buildings. It is not expected the operations for October will be as favorable as August and September.

In my opinion the substantial reduction in the inventory of merchandise of Japanese origin and the profit realized, after providing all expenses including the carrying charges on the company's real estate, has warranted the company's business being continued. If the business can be continued to effect further reductions in the inventory, at even a small loss, I feel this should be done. It would appear however that this might not be possible but the loss entailed will not be great in the company remaining in business for another month or so. I suggest this policy should be continued for a short while until it is known whether or not a revival in the retail trade on Powell Street will permit the sale of the business as a going concern and ensure a lease or sale of the company's property.

P. S. ROSS & SONS

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

27th October, 1942.

I shall be pleased to give you any further information you may require in connection with the foregoing.

Respectfully submitted,

Chartered Accountant.

Exhibit 1.

Komura Bros. Limited

Balance Sheet

as at 31st July, 1942

A s s e t s

Current

Cash on hand and in bank			19,738.12
Accounts receivable		2,037.23	
Less: Reserve for bad debts		1,000.00	1,037.23
Inventory - Canadian merchandise		4,382.69	
- Japanese merchandise		4,704.05	
		9,086.74	
Less: Inventory reserve		7,500.00	1,586.74
Investments (Victory Bonds)			200.00
			22,562.09
Mrs. O. Komura - Advance Account			1,760.30
Fixed			
Land - at cost		11,500.00	
Buildings - at cost	13,500.00		
Less: Reserve for depreciation	1,406.25	12,093.75	
Motor vehicles at cost	3,381.25		
Less: Reserve for depreciation	1,971.15		
	1,410.10		
Less: Proceeds of 1 vehicle sold	700.00	710.10	
Equipment - at cost	1,181.50		
Less: Reserve for depreciation	396.90	784.60	25,088.45
			$ 49,410.84

L i a b i l i t i e s

Current

Accounts payable			
Trade, sundry			31.55
Enemy debt and accrued interest			1,070.78
Reserve for income and excess profits taxes			900.00
			2,002.33

Net Worth

Share Capital

Authorized and Issued

1,000 shares of $50.00 each		50,000.00	
Less: Deficit to date per exhibit 2		2,591.49	47,408.51
			$ 49,410.84

P. S. ROSS & SONS

Exhibit 2.

Komura Bros. Limited

Statement of Profit and Loss

for the seven months ended 31st July 1942

Sales		35,920.56
Cost of Sales		
Inventory 31st December 1941	20,874.11	
Purchases	14,512.48	
	35,386.59	
Less: Inventory 31st July 1942	9,086.74	26,299.85
Gross Profit on Sales 26.78%		9,620.71
Interest on bonds		6.00
		9,626.71
Selling and General Expenses		
Wages	3,455.90	
Motor vehicle - operating expenses	559.99	
General expenses	735.86	
Insurance and licences	609.80	
Property taxes	649.85	
Advertising	18.09	
Travelling expenses	136.75	
Light, heat and telephone	258.21	
Depreciation on buildings and equipment	462.65	
Controllers fees	495.00	
Interest accrued on enemy debt	33.14	7,415.24
Net Operating Profit for Period		2,211.47
Less: Provision for income and excess profits taxes		900.00
		1,311.47
Deficit at 31st October, 1941 per audited statements	3,424.90	
Add: Adjustments thereto	478.06	3,902.96
Deficit at 31st July, 1942 to exhibit 1.		$ 2,591.49

P. S. ROSS & SONS

Exhibit 3.

Komura Bros. Limited

Details of Sales and Expenses

August and September 1942

	August	September
Sales	2,308.39	1,886.67
Estimated Cost of Sales (80%)	1,846.71	1,589.34
Estimated Gross Profit	461.68	297.33
Expenses	370.91	322.11
Estimated Net Profit	90.77	24.78
Estimated Inventory Reduction	707.04	398.84
Details of Expenses		
Wages	265.40	292.56
Vehicle storage	10.50	---
General expenses	1.31	1.30
Insurance	66.50	---
Light, heat and telephone	27.20	28.25
	$ 370.91	$ 322.11
Received on Accounts Receivable	49.90	21.49

KOMURA BROS. LIMITED

REPORT ON INVESTIGATION

11TH MARCH 1942

17106

P. S. ROSS & SONS

CHARTERED ACCOUNTANTS

MONTREAL TORONTO WINNIPEG CALGARY VANCOUVER

ESTABLISHED 1858

CABLE ADDRESS PHILROSS

MONTREAL, 360 ST. JAMES STREET
TORONTO, ROYAL BANK BUILDING
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VANCOUVER, ROYAL BANK BUILDING

P. S. Ross & Sons

CHARTERED ACCOUNTANTS, TRUSTEES & LIQUIDATORS

BRIG. GEN. JAMES G. ROSS, C.M.G., C.A., F.C.A. (CAN.)
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JOHN A. ROSS, C.A.

ROYAL BANK BUILDING

VANCOUVER, B.C.

11th March, 1942.

G. W. McPherson, Esq.,
Authorized Deputy of the Secretary of State,
Vancouver, B. C.

Dear Sir:

Since our preliminary report of 20th December 1941 on Komura Bros. Limited and our subsequent appointment as controllers on the same date we have continued our investigation and report as follows:

Ownership

The Company was incorporated under the British Columbia Companies Act as a private company on the 24th December 1937 with an authorized capital of $25,000.00 divided into 500 shares of $50.00 each. The subscribers to the Memorandum were Ichizo Yokota and Jusuke Yanagi, each being allotted one share for cash. At a meeting held on the 16th June 1939 the company acquired from Mrs. Komura the business of Komura Bros. for $24,850.00 issuing as consideration therefor four hundred and ninety-seven (497) fully paid shares of $50.00 each. At this meeting one share was allotted to Eiichi Hayashi. On the 5th June 1940 the share capital was increased to $50,000.00 by the creation of five hundred (500) additional shares of $50.00 each. On the 5th June 1940 Mrs. Komura transferred to the company the title of four properties as undernoted, receiving as consideration five hundred (500) fully paid shares of $50.00 each:

Lot	Block	District Lot	Group	District	Plan
16	4	196	1	New Westminster	184
18	4	196	1	New Westminster	184
27	42	196	1	New Westminster	196
6	2	NE ¼ of Section 22		Town of Hastings	2055

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

11th March, 1942.

The shareholders on 7th December 1941 and at present are as follows:

Jusuke Yanagi	In Japan	1 share
Eiichi Hayashi	Born in Canada	1 share
Mrs. Orino Komura	In Japan	998 shares
		1,000 shares

We are informed that Mr. Hayashi is the beneficial owner of the one share registered in his name.

We have inspected share certificates number 5 and 6 in the name of Mrs. Komura for five hundred and one (501) shares and four hundred and ninety-seven (497) shares respectively. Both certificates are endorsed in blank and in the possession of Mr. A. H. Young, Solicitor of the Company.

We are informed that on the death of Mr. Komura in December 1937 all his estate was left to his wife, directing her that one-half of this be divided among his employees. In order to carry out these wishes a limited liability company was formed in December 1937 but distribution of the shares has not been made.

Mrs. Komura left Canada for Japan during January, 1941.

Extent and Nature of Enemy Interest

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

(a) Enemy ownership:

999 shares out of a total share capital of 1,000 shares

(b) Enemy debt:

Komura Shoten Limited, Yokohama, Japan, for goods imported during April to June, 1941, $ 1,037.64.

Directors, Officers and Employees

The directors of the company are:

Mrs. Orino Komura - in Japan
Jusuke Yanagi - in Japan
Eiichi Hayashi - in possession of registration card issued at Vancouver on the 19th May 1941, Serial number 08819, living at 261 West 20th Avenue, Vancouver, B. C.

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

11th March, 1942.

The Employees are:

Name	Nationality	Occupation
Eiichi Hayashi	Canadian born	Manager
Yasu Kawaguchi	Canadian born	Cook
Toru Idenouye	Canadian born	Shipper
Hiruaki Ezaki	Canadian born	Truck driver
Masao Kondo	Canadian born	Truck driver
Miyokichi Kimoto	Japanese National	Salesman
Sadao Iwasaki	Japanese National	Traveller
Sukehachi Mori	Japanese National	Salesman
Kaoru Tanaka	Japanese National	Traveller

Nature of Business

The company operates a retail grocery store situated at 269 Powell Street, Vancouver, B. C.

Financial Position

The following exhibits are attached hereto:

Exhibit 1. Balance Sheet as at 31st December 1941

Exhibit 2. Statement of Profit and Loss for the year ended 31st December 1941.

The accounts of the company have been audited by Messrs. Forsythe and Whitelaw, Chartered Accountants, Vancouver, B. C.

Included in the asset corresponding to cash is an amount of $2,647.84 deposited in Savings Account No. 2511 with the Royal Bank of Canada and in the names of Jusuke Yanagi and Eiichi Hayashi. This fund has been built up by various appropriations of cash during the year and according to our information it was intended to be applied for shop alterations. Neither the company's solicitor nor the Manager can explain why this account is in the name of two employees.

Accounts Receivable - $5,465.50: In the opinion of the management the reserve of $1,000.00 should provide adequately for possible loss on realization of accounts receivable. The sum of $2,643.72 has been received on these accounts during the period from 1st January to 15th February 1942.

P. S. ROSS & SONS

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

11th March, 1942.

A physical inventory of merchandise was taken during the first week of January, 1942, and valued at selling prices. The Auditors consider that a deduction of one-third should be sufficient to reflect cost values, and this basis has been used by us in arriving at the inventory figure at 31st December 1941 as shown by Exhibit 2. We find, however, that a substantial portion of the inventory consists of merchandise imported from Japan. In view of the movement of Japanese from this area, this merchandise may prove unsaleable and consequently we have created a special reserve on Japanese merchandise by including a charge in the profit and loss account of $7,500.00 covering unsaleable stocks.

The investments consist of two bonds of $100.00 each Dominion of Canada, 3%, 1951. One of these is held by Mr. Hayashi who informs us that the other bond cannot be traced. He is continuing to make a search for it but is under the impression that it may be in the possession of the previous manager, Mr. Yanagi, who is now in Japan.

Mrs. Komura - advance account - is composed of:

Balance at 31st December 1940	1,804.88
Cash drawings	198.40
Life insurance premiums	290.42
Personal income tax	6.60
	2,300.30
Less: Credit for sale of her personal car	540.00
	$ 1,760.30

The life insurance premiums, referred to above, relate to a $5,000.00 twenty year endowment policy, No. 2267800, dated 30th December 1938, issued by the Sun Life Assurance Company of Canada, on the life of Mrs. Orino Komura. The beneficiary named in the policy is the assured's estate, but at the present time the Royal Bank of Canada hold an assignment of the policy as security for advances to the company. At the present time there are no advances. The cash surrender value of the policy on 25th February 1942 was $478.05.

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

11th March, 1942.

The titles to the lands and buildings are deposited with the Royal Bank of Canada for safe custody. According to the company's solicitor the value placed on these properties approximates the values submitted for succession duties purposes on the death of Mrs. Komura's husband, Hiyakujiro Komura.

Depreciation has been written off the buildings at the rate of 5% per annum.

The Motor Vehicles consist of two trucks and two cars, one truck has been depreciated at the rate of 25% per annum and the remaining vehicles at 20% per annum. All are said to be in good condition and are covered by insurance.

The Trade and General Accounts Payable have since been paid with the exception of $300.00 for audit fee of Messrs. Forsythe and Whitelaw, and a loan of $600.00 payable to E. Hayashi.

The gross profit of $25,852.45 corresponds to 25% on sales, which appears reasonable for this class of business.

Application of Control

The company's bankers, the Royal Bank of Canada, have been advised of our appointment as controllers and informed that all banking transactions relating to the withdrawal of funds require our signature. We have arranged for cash to be banked at least twice weekly and have confirmed that this is being done. Instructions have been given that every effort must be made to recover, as rapidly as possible, customers' accounts outstanding and that no further sales should be made on credit unless there is assurance that recovery will be effected on the expiration of the period of credit.

Existing Contracts

We are informed there are no existing contracts affecting the operations of the company.

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

11th March, 1942.

Prospects for Continued Operations

Having regard to the fact that all the company's salesmen and travellers are Japanese Nationals and expect within a short space of time to be moved into the interior and that practically the whole of the company's trading is made by these employees, we are of the opinion that prospects of continuing operations on a profitable basis are unfavourable.

Conclusions and Recommendations

The complete nature of enemy interest together with the fact that the employees who were known to the company's customers will be removed to the interior in the very near future, lead us to the conclusion that the continuance of operations is undesirable.

Our recommendations are as follows:

1. That the shares representing the enemy ownership be transferred into the name of the Custodian.

2. That two directors be appointed to take the place of Mrs. Komura and J. Yanagi.

3. That the operations of the company be continued with the idea that liquidation will take place in the near future.

We feel that the company should be carried on as a going concern as long as the present employees are available to assist in the collection of accounts receivable. It is also desired to take advantage of sales possible by reason of the departure from this area of large numbers of Japanese.

In view of the fact that the manager has no real financial interest in the business, we have considered it advisable to instal a man in the store and instructed him to watch that the affairs are properly conducted.

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

Respectfully submitted,

P. S. Ross & Sons

Chartered Accountants.

Exhibit 1.

Komura Bros. Limited

Balance Sheet as at 31st December 1941

ASSETS

Current assets			
Cash on hand and in bank		8,658.52 ✓	
Accounts receivable	5,465.50 ✓		
Less: Reserve for bad and doubtful accounts	1,000.00 ✓	4,465.50	
Inventory, less reserve $7,500.00		13,374.11	
Investments		200.00	26,698.13
Mrs. O. Komura - advance account			1,760.30
Fixed Assets			
Land - at cost		11,500.00	
Buildings - at cost	13,500.00		
Less: Reserve for depreciation	1,012.50	12,487.50	
Motor vehicles, at cost	3,381.25		
Less: Reserve for depreciation	1,971.15	1,410.10	
Equipment, at cost	1,181.50		
Less: Reserve for depreciation	328.00	853.50	26,251.10
Insurance premiums prepaid			149.31
			$ 54,858.84

LIABILITIES

Current liabilities			
Accounts payable			
Trade and general accounts		7,697.94	
Enemy debt		1,037.64	8,735.58
Net Worth			
Share Capital			
Authorized and issued 1,000 shares of $50.00 each		50,000.00	
Less: Deficit			
Balance of profit at 31st December 1940	26.22		
Loss for year ended 31st December 1941	3,902.96	3,876.74	46,123.26
			$ 54,858.84

Exhibit 2.

Komura Bros. Limited

Statement of Profit and Loss

for the year ended 31st December 1941

Sales		102,593.88
Less: Cost of sales		
Inventory at 31st December 1940	22,346.83	
Purchases	75,268.71	
	97,615.54	
Less: Inventory at 31st December 1941	20,874.11	76,741.43
Gross profit on sales		25,852.45
Selling and general expenses		
Wages	10,435.50	
Upkeep of motor vans and cars	2,144.61	
General expenses	2,796.74	
Insurance and licenses	907.31	
Property taxes	641.32	
Advertising	743.03	
Travelling expenses	387.57	
Light, heat and telephone	502.23	
Bad debts written off	1,637.94	
Depreciation on motor vehicles	735.15	
Depreciation on buildings and equipment	786.50	21,717.90
		4,134.55
Sundry Revenue		
Rents received	510.00	
Interest	13.86	523.86
		4,658.41
Other charges		
Provision for bad and doubtful debts	1,000.00	
Income tax for year 1940	61.37	
Provision for unsaleable stocks	7,500.00	8,561.37
Net Loss for the year ended 31st December 1941		$ 3,902.96

to Exhibit 1