

IMPERIAL GUARANTEE & ACCIDENT INSURANCE COMPANY

The annual statement of the Imperial Guarantee and Accident Insurance Company for the year ended 31st December, 1919, indicates satisfactory progress during a year in which the early part was marked by a high loss ratio, owing to the influenza epidemic. It is satisfactory to note, however, the latter part of the year produced a much more satisfactory experience, when losses were back to normal.

The Imperial Guarantee last year issued policies for insurance of \$42,091,819 compared with \$37,174,370 in 1918 an increase of nearly \$5,000,000. The premiums on new and renewed business amounted to \$450,570 compared with \$362,785, being a substantial increase of \$87,785. Premiums paid amounted to \$426,597 an increase of \$71,260. The interest earnings of \$20,005 were in excess of the sum required to pay the regular dividends.

The Assets of the Company have advanced from \$481,584 to \$512,016 for the year under review at which figure they represent a growth of \$30,432.

Among the assets of the Company, are bonds and debentures representing the large amount of \$360,829.829 all gilt edge and bearing satisfactory interest returns. After providing a reserve for unearned premium of \$196,434, and after providing for all other liabilities there is a surplus to policyholders of \$304,582 including a contingent reserve fund of \$15,000. In addition there is an uncalled subscribed capital of \$800,000 making a total of \$1,104,582 security for all contracts. The shareholders of the Imperial Guarantee are composed of a particularly strong group of business men, and its connections are most influential. The management is under the direction of Mr. E. Willans, known as a most conservative and successful underwriter.

The lines of Insurance now written are: Personal Accident Insurance, Sickness Insurance, Elevator Insurance, Fidelity Guarantee, Plate Glass Insurance, and Automobile Insurance (including insurance of Automobiles against Fire). Application is now being made for a license to extend the Company's operations to Burglary Insurance.

FIFTEENTH ANNUAL REPORT BY THE DIRECTORS OF THE IMPERIAL GUARANTEE AND ACCIDENT INSURANCE COMPANY OF CANADA

FOR THE TWELVE MONTHS ENDING THIRTY-FIRST DECEMBER, NINETEEN HUNDRED AND NINETEEN

Statement for Year Ending December 31st. 1919.

BALANCE SHEET.

ASSETS

Bonds and Debentures.. . . .	\$360,829.75
Loans on Mortgages.. . . .	9,800.00
Real Estate.. . . .	1,365.51
Accrued Interest.. . . .	2,276.38
Outstanding Premiums, net.. . . .	67,622.32
Other Assets.. . . .	17,596.89
Cash in Banks and on Hand	52,606.05
	\$512,016.81

Liabilities

Reserve for Unearned Premiums.. . . .	\$140,112.45
Reserve for Unfiled Claims.. . . .	56,321.55
Sundry Accrued Accounts.. . . .	3,000.00
Dividend, payable January 1st 1920.. . . .	3,000.00
Capital Stock Paid.. . . .	\$800,000.00
Contingent Reserve Fund.. . . .	15,000.00
Surplus over Liabilities.. . . .	89,582.81
	304,582.81
	\$512,016.81

The Directors have much pleasure in submitting to the Shareholders their Fifteenth Annual Report for the twelve months ending 31st December, 1919.

The Company issued 21,686 Policies for insurance of \$42,091,819.00. The premiums on new and renewed business amounted to \$450,570.69, with paid-for premiums of \$426,597.63. The increase in premiums on business written was \$87,785.04, and on paid-for premiums \$71,260.85. The interest earnings amounted to \$20,005.07, being in excess of the amount required to pay the regular Dividend.

The Influenza epidemic at the beginning of the year had the effect of abnormally increasing the loss ratio. It is satisfactory to report, however, that the number of sickness claims during the latter part of the year is back to normal.

The Assets of the Company now amount to \$512,324.75, and the investments are all first-class securities bearing good interest returns. After providing \$196,434.00 for Unearned Premium Reserve and Reserve for Outstanding Claims; and also providing for other liabilities, the surplus to policyholders is \$304,582.81, which, together with the uncalled subscribed Capital of \$800,000.00, makes the available security for all contracts \$1,104,582.81.

The lines of Insurance now written are: Personal Accident Insurance, Sickness Insurance, Elevator Insurance, Fidelity Guarantee, Plate Glass Insurance, and Automobile Insurance (including insurance of Automobiles against Fire). Application is now being made for a license to extend the Company's operations to Burglary Insurance.

The Certificate of the Auditors is appended to the Financial Statement as to the audit of the Company's affairs.

HERBERT C. COX,

Toronto, 15th January, 1920.

President.

AUDITORS' CERTIFICATE

We have audited the accounts of the Imperial Guarantee and Accident Insurance Company of Canada for the year ending December 31st, 1919. We have examined the Securities and verified the Cash and Bank Balances, and we certify that the above Balance Sheet shows the true position of the Company at that date.

CLARKSON, GORDON & DILWORTH,

Chartered Accountants.

Toronto, 16th January, 1920.