

# The British Columbia Life Assurance Company

## FINANCIAL STATEMENT

### Balance Sheet as at December 31st, 1916

ASSETS		LIABILITIES	
Bonds and Debentures .....	\$ 82,483.10	Reserve on Policies in Force .....	\$177,472.00
Mortgages .....	124,040.40	Premiums Paid in Advance .....	360.85
Cash on Hand and in Bank .....	16,856.55	Surrender Values Claimable on (Cancelled Policies) .....	3,976.00
Real Estate .....	4,732.60	Re-Assurance Outstanding .....	3,845.65
Loans on Policies (Secured by Legal Reserve) .....	29,171.55	Sundry Accounts Outstanding .....	624.51
Outstanding and Deferred Premiums (Reserves included in Liabilities) (Less Commissions) .....	22,151.20	Taxes Accrued and Outstanding .....	1,452.39
Interest Due and Accrued .....	13,539.08	Capital .....	100,000.00
Balance Due for Premium on Stock .....	4,310.33	Investment Reserve Fund .....	13,504.30
Furniture and Fixtures at Head Office and Branches (Less Depreciation) .....	3,950.89		
	<u>\$301,235.70</u>		<u>\$301,235.70</u>
RECEIPTS		DISBURSEMENTS	
First Year Premiums (Less Re-Assurance) .....	\$ 13,136.95	Policyholders .....	\$ 31,056.75
Renewal Premiums (Less Re-Assurance) .....	75,282.42	Taxes, Licenses, etc. ....	1,761.10
Interest Receipts .....	10,384.29	Salaries and Expenses at Head Office .....	10,820.80
Net Real Estate Income .....	99.15	Commissions and other Agency Expenses .....	23,915.88
		Advertising, Printing, Stationery, Postage, etc. ....	2,392.66
		Medical Fees .....	1,962.00
		Office Furniture .....	289.92
		Express, Telegrams and Telephones .....	364.13
		Rent and Light .....	1,567.65
		Appraisal Expenses .....	32.50
		Legal Expenses .....	2,050.43
			<u>\$ 76,213.82</u>
		Balance .....	22,688.99
	<u>\$ 98,902.81</u>		<u>\$ 98,902.81</u>

L. W. SHATFORD,  
President and Managing Director.

W. F. CURELL,  
Secretary.

We have made a continuous audit of your books and records for the year ending December 31st, 1916, and certify that in our opinion the above Balance Sheet is drawn so as to fairly show the position of the Company as disclosed by the books and the Actuarial Report.

KENDALL, BARR & CO.,  
Auditors.

I beg to report that I have valued the Insurance in force as at December 31st, 1916, and have found the net reserve after deducting the allowance for expenses authorized by the Insurance Act, amounting to \$177,472.00. The valuation was made on the basis of the 5% 3½ per cent. Table, the basis prescribed by the Insurance Act.

The insurance in force amounted to \$2,623,241.

C. C. SINCLAIR, A.A.S.

### DIRECTORS' REPORT

Your Directors beg to present their Report for the year ending 30th December, 1916, together with a Financial Statement of the Company:

INSURANCE ISSUED .....	\$ 502,663.00
INSURANCE IN FORCE .....	2,623,241.00
INCOME .....	98,902.81 made up as follows:
First Year Premiums (Less Re-Assurance) .....	\$13,136.95
Renewal Premiums (Less Re-Assurance) .....	75,282.42
Interest .....	10,384.29
Net Real Estate Income .....	99.15

The premium income is a notable feature of our report, while the interest receipts can be considered satisfactory and represent a yield of 7½ per cent.

**Expenses**—The year's expenses amounted to \$45,157.07, as compared with \$66,089.59 in 1915, while the income remains practically the same. This large reduction in expense has been brought about with due regard to efficiency and sound progress and should be regarded as very gratifying, indeed.

**Death Losses**—\$12,448.75 from the following causes:

War .....	\$9,261.25
Accidental .....	2,187.50
Natural .....	1,000.00

The mortality was 48.2 per cent. of the expected; but the losses by deaths, apart from those caused by the war, were remarkably small.

**Total Assets**—\$301,235.70, being an increase over the previous year of \$9,280.37.

**Security to Policyholders**—The percentage of assets to the present liability to policyholders is 156, and including the reserve liability of shareholders in respect of subscribed but uncalled capital amounting to \$900,000, this percentage is 664.

**Surplus**—\$2,751.20, which your Directors have deemed wise to transfer to the Investment Reserve Fund, making that fund now the substantial amount of \$13,504.30. It will be recalled that in 1915 the deficit in the year's operations amounted to \$4,387.05.

**Actuarial**—The Insurance in force has been valued by Mr. C. C. Sinclair, B.A., A.A.S. of The Great West Life Assurance Company, of Winnipeg, who has certified to the correctness of the Policy Reserve.

Having regard to the losses by deaths caused by the war and to all other conditions, your Directors consider the statement presented highly satisfactory.

L. W. SHATFORD,  
President.