

## LONDON LIFE—Continued.

**Net invested Assets, Dec. 31st. 1897,  
brought forward.....** **\$646,555 49**

## Receipts.

Interest on Investments .....	\$ 34,667 78	
Ordinary Premiums, \$61,103.28, less Re- Ins. Premiums, \$201.60 .....	60,901 68	
Industrial Premiums.....	145,613 04	241,182 50
		<b>\$887,737 99</b>

## Disbursements.

Cash Profits paid policyholders. \$ 4,149 21	
Paid for Surrendered Policies... 2,830 85	
"Ordinary" Claims paid..... 26,549 09	
"Industrial" Claims paid..... 32,150 99	
	<b>\$65,680 14</b>
Dividends to Shareholders.....	4,250 00
Salaries—"Ordinary" includ- ing all H. O. Salaries.....	\$ 9,967 84
Commissions—"Ordinary"....	8,876 44
	18,844 28
Salaries—"Industrial"....	\$16,725 00
Commissions—"Industrial"....	33,488 05
	50,213 05
Advertising, \$423.81; Directors' Fees, \$813; Commissions on Investments, \$443.94; Travelling Expenses, \$4,165.12; Legal Expenses, \$50.62; Postage and Exchange, \$729.05; Government Fees and Taxes, \$908.41; Printing and Stationery, \$1,645.20; Medical Fees, \$2,040.25; Office Furniture, \$115 00; Expense Account, \$3,938.88.....	15,273 28
	<b>\$154,260 75</b>

**Net Invested Assets, Dec. 31st. 1898.....** **\$733,477 24**

## Assets as follows:

Cash in Office and Banks....	6,828 44
Loans on Stocks.....	4,630 97
Loans on Policies.....	42,408 55
Loan Companies Stocks.....	82,520 00
Bonds and Debentures.....	105,681 50
Mortgages on Real Estate.....	490,905 02
Real Estate.....	502 76
	<b>\$733,477 24</b>

## Additional Assets:

Premiums in course of collec- tion, net.....	\$ 738 00
Premium Notes, net.....	2,230 00
Deferred Premiums, net.....	11,620 44
Interest due and accrued.....	21,972 90
	36,561 34

**Total Assets, December  
31st, 1898.....** **\$770,038 58**

## To cover Liabilities as follows:

Total Reserve on Policies in Force.....	\$670,254 06
Less Re-Ins. Reserve.....	2,206 85
	<b>\$668,047 21</b>
Shareholders' Special Account.....	14,657 73
Accumulating profits.....	9,327 25
Claims accrued.....	4,905 40
Contingent Fund.....	3,500 00
Advance Premiums.....	312 57
	700,750 16

**Surplus Security to Policy holders.....** **\$69,288 42**

**Capital Paid-up.....** **50,000 00**

**Surplus over all Liabilities and Capital....** **\$19,288 42**

## To the Shareholders of the London Life Insurance Co.:

GENTLEMEN,—I hereby certify that I have completed a careful audit of the Books and Accounts of the London Life Insurance Company for the year ending 31st December, 1898, and find the same correct and in accordance with the above statement, the Reserve Fund and all other Liabilities being fully provided for. I have examined the securities and find them in order, and the books of the Company are well and neatly kept.

Geo. F. Jewell, F.C.A.,

Auditor.

LONDON, Ont., February 14th, 1899.

The President, Mr. John McClary, in rising to move the adoption of the Report, said:

GENTLEMEN,—The Directors' Report, and the accompanying Financial Statement, which have just been submitted, are, as usual, so full and clear as not to require much, if anything, by way of explanation. The results of the year show that steady and substantial progress has been made in almost every particular of importance. The new business of the year was somewhat in excess of the new business of the previous year, and the net increase of business in force at the close of the year shows the substantial gain of nearly ten per cent. over the business in force at end of previous year. The net premium and interest receipts also show an increase over the like receipts of the previous year of over eleven per cent., and the Assets of the Company have increased over thirteen per cent., as compared with the Assets at end of 1897.

In the matter of Disbursements, the amount paid policy-holders or heirs would naturally be expected to increase somewhat from year to year in the case of a growing Company. Owing, however, to a number of policies becoming claims the past year in the "Ordinary" Branch being for larger amounts than the average of the policies in force in that Branch, the aggregate claims of the year in that Branch have been somewhat abnormal as compared with the average claims of previous years. That the Company's financial position has not been materially affected by this occurrence is a practical demonstration of its financial soundness and favorable earning power.

The Liabilities of the Company have, as heretofore, been provided for in the most ample manner. All of the Company's industrial policies, and a considerable proportion of its ordinary business as well, having been valued upon a one-half per cent. more stringent interest basis than the Government standard. Had the liabilities been made up on a less stringent basis than has been done, the surplus over all liabilities and capital would naturally appear much larger than as shown on the Company's basis.

With these remarks I beg to move the adoption of the Report.

The Vice-President, Mr. A. O. Jeffery, in seconding the motion to adopt the Report, said:

I desire to add a few observations to those made by the President.

The Reserve held for security of policy-holders, and which has now reached \$670,254.06, is apportionable—\$326,835.00 to the "Industrial" business, and \$343,419.06 to the "Ordinary" business; the amount added last year being \$60,346.01 "Industrial" and \$34,600.30 "Ordinary," or a total of \$94,946.31.

The interest earnings, apportioned on basis of respective reserve investments, would be "Industrial" \$16,501.86, "Ordinary" \$18,165.92, so that the total receipts from premiums and interest would be respectively "Industrial" \$162,114.90, "Ordinary" \$79,067.60.

The interest earned the past year averaged five and one half per cent. on the mean invested assets; this, in view of the continued decrease in the rates obtainable on good class investments, is a very favorable showing, and the fact that no losses in respect of investments have been made during the year speaks well of the care and good judgment exercised by those responsible for the investment of the Company's funds.

Judge Bell said:—

Speaking as a policyholder's director, I have every confidence of the Company, and I take this opportunity of expressing approval of the careful manner in which its affairs are being conducted. A larger volume of business could no doubt be done if such was considered advisable. This would, however, necessitate larger expenditures and proportionately less profits to policyholders, for the time being at any rate, and it does not necessarily follow that the results of the future would make up for the present expenditures in excess of the legitimate earnings available for such purpose.

The Company's auditor, Mr. Geo. F. Jewell, in supporting the report expressed his continued satisfaction and confidence in the manner in which the business was conducted, and felt assured that under the control of the present Board of Directors and their able manager, no really favorable opportunity of extending the business would be overlooked, and that whatever progress was made would be positive and substantial. The diligent and able prosecution of the work in the past was the best guarantee that he could wish for the future.

The adoption of the report was submitted to the meeting and unanimously carried.

A hearty vote of thanks was tendered to the agents and other employees of the Company for the very satisfactory manner in which they had discharged their several duties, after which the balloting for directors was proceeded with, resulting in Messrs. John McClary, A. O. Jeffery, W. Bowman, Geo. C. Gibbons, W. F. Bullen and A. S. Emery being re-elected stockholder's directors, and Judge Bell, T. H. Smallman and G. M. Harrison, policyholder's directors, for the current year.

At a subsequent meeting of the directors, Mr. John McClary was re-elected president, and Mr. A. O. Jeffery, vice-president.