

## APPENDIX No. 1

The profits for the year have therefore been as shown: (\$175,899)—703,598 44 kr.

They have been applied as follows:—

Shareholders, \$6 or 24 kr. per share. . . . .	\$ 57,000	228,000 00 kr.
Reserve fund. . . . .	17,750	71,000 00 kr.
Building and property fund. . . . .	37,500	150,000 00 kr.
Fund set aside at the disposal of the company. . .	63,649	254,598 44 kr.
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	\$175,899	703,598 44 kr.

If these proposals are approved of, the company's funds stand thus:—

Capital in shares. . . . .	\$ 712,500	2,850,000 00 kr.
Building and property fund. . . . .	787,500	3,150,000 00 kr.
Reserve fund. . . . .	142,750	571,000 00 kr.
Reserve fund for future disposal. . . . .	204,738	818,955 40 kr.
Employees gratuity fund. . . . .	10,000	40,000 00 kr.
Fire insurance fund. . . . .	7,500	30,000 00 kr.
Accident insurance fund. . . . .	7,500	30,000 00 kr.
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	\$1,872,488	7,489,955 40 kr.

Besides this there has been set aside for the sinking fund. . . . .	\$110,790	443,163 69 kr.
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F. W. H. PEGELOW,  
W. MONTELIUS,  
VIKTOR KLEMMING,  
H. T. CEDERGREN,  
B. HASSELBERG.

## No. 154c.

(TRANSLATION.)

ANNUAL REPORT MADE BY THE MANAGERS AND AUDIT DEPARTMENT OF THE STOCKHOLM BELL TELEPHONE COMPANY.

1904.

## BELL TELEPHONE COMPANY:

In presenting the yearly report for 1904, the managers have the satisfaction of being able to state, that the telephone business of the company has increased remarkably; and also that the economic results of the business have been, in the very highest degree, satisfactory.

The increase in the number of subscribers during the year has been 795, as against 779 during 1903, and 731 during 1902. At the same time, as shown by the balance account given below, the receipts, which amounted to 113,601.14 kr. (\$28,400) for 1903, have increased to 123,343.58 kr. (\$30,836) for 1904.

In the previous reports, the managers have already made a statement regarding the negotiations, which, since the former agreement for common use of wires with the Government Telegraph Bureau has been cancelled, have been carried on with the Government Bureau, regarding arrangements for co-operation. Since the proposal for selling the whole plant of the company was rejected by the resolution of parliament in 1902, owing to the firm demand made by the telegraph managers that co-operation between the wires should be free, and negotiations being made thereafter on the basis that the district should be equally divided between the three companies—an agreement of purchase and exchange was entered upon, on February 9, 1904, according to which the company should sell to the telegraph management the plant owned by it within the city, inside the bridges, as well as in Södermalm and Kungsholmen; and also that there-