Commercial Union Assurance Company LIMITED

FORTY-FIFTH ANNUAL GENERAL MEETING.

The Directors have much pleasure in submitting to the Shareholders their Annual Report, with the Audited Accounts.

FIRE DEPARTMENT.

The Net Premiums for 1906 amounted to **$11,805,255**, being an increase of **$1,431,310** as compared with the year 1905, and the losses paid and outstanding to **$9,305,160** or 78.8 per cent. of the Premium Income; **$3,974,870** of this amount or 33.7 per cent. of the Premium Income is in consequence of the San Francisco disaster. After providing for outstanding Losses, the Fire Fund stands at **$10,002,305**.

LIFE DEPARTMENT.

The New Business of the year consisted of **2,228** Policies for **$7,538,485**, while the New Premiums included in the account amounted to **$262,070**.
The claims by death, **$947,825**, were within the amount expected.
The transactions of the year resulted in a surplus of **$953,385** and increased the Life Assurance Fund to **$15,841,200**.

MARINE DEPARTMENT.

The Net Premiums received were **$1,169,155** and the Net Losses paid and outstanding amounted to **$628,720**. From the Profits of this Department the sum of **$350,000** has been carried to Profit and Loss; and after providing for outstanding Losses, the Marine Fund stands at **$3,002,425**.

ACCIDENT DEPARTMENT.

The Net Premiums received amounted to **$984,965**, and the Losses paid and outstanding to **$505,680**. The operations of the year resulted in a surplus of **$163,330**, and from the profits of this Department the sum of **$125,000** has been carried to Profit and Loss. After providing for Outstanding Losses, the Accident Fund stands as **$649,480**.

During the year a Provisional Agreement (which has since become absolute) was enterd into with the Accident Insurance Company (established 1849) for the acquisition of the business of that Office. The Directors confidently hope that the new connection thus secured will add materially to the business of this Department.

FIRE DEPARTMENT.

REVENUE ACCOUNT, from 1st JANUARY to 31st DECEMBER, 1906.

Dr.

To	
Amount of Fire Fund at the beginning of the year	$11,243,400
Premiums, after deduction of Reinsurances	11,805,255
Interest	384,915
	$23,433,570

Cr.

By		
Losses paid and outstanding, after deduction of Reinsurances		$ 9,305,160
Commission and Brokerage		1,773,900
Contributions to Fire Brigades	$73,165	
State Charges—		
Foreign	186,180	
Expenses of Management	1,945,140	
		2,204,485
Bonuses on "Hand in Hand" policies under the Act		147,200
Bad Debts		520
Amount of Fire Fund at the end of the year		10,002,305
		$23,433,570

PROFIT AND LOSS.

1st JANUARY to 31st DECEMBER, 1906.

Dr.

To	
Balance of last year's Account	$1,007,500
Interest and Dividends not carried to Departmental Accounts	232,120
Amount Transferred from Marine Department	350,000
Amount Transferred from Accident Department	125,000
One-fifth of Shareholders' Proportion of Life Profits (1898-1902) $322,220	64,445
Transfer and other Fees	780
	$1,779,845

Cr.

By	
Dividend paid 9th May	$375,000
Interim Dividend paid 9th Nov.	375,000
Interest on "West of England" Debenture Stock	56,545
Interest on "Palatine" Debenture Stock	49,270
Income Tax on Profits	91,440
Alterations and Repairs at Head Office and Branches—	
Expenditures during the year	22,830
Office Fittings and Furniture—	
Expenditure during the year	15,675
Balance carried to next year's Account	794,085
	$1,779,845

Head Office for Canada

Montreal

James McGregor,

Manager