

The Toronto Railway Company

REPORT OF PRESIDENT AND DIRECTORS

For the Year Ending 31st December, 1894.

Submitted at the Third Annual Meeting of its Shareholders, held on
Wednesday, 16th day of January, 1895.

Your Directors beg to submit Statement of the past year's business shewing a net profit of \$250,695.18 as against \$212,859.81 of the previous year.

Your Directors in submitting the Financial Statement of the Company beg leave to explain their policy in expending their surplus earnings in the improvement of the property by stating that in the operation of a modern street railway they have felt it to be of the utmost importance, in the interests of your Company, that it should be sufficiently provided with electrical and steam power, cars, car houses, machine shops, tools and machinery, so that in the extensions of its system, the bonds of the Company, which can be issued at \$35,000 per mile, would provide sufficient capital for its requirements. As a result of this policy your Directors have pleasure in stating that when the present contemplated expenditures are completed, for which your Company has funds on hands without increasing its bonded indebtedness, the Company will have more than 50 per cent. more power than ordinarily required, 30 per cent. more cars and sufficient tools and machinery, and ample car houses to shelter the rolling stock.

We take pleasure in stating that our business with the City has during the past year been conducted more satisfactorily, as stated in our last year's Annual Report, your officers were then almost continually engaged in settling and trying to arrange disputed questions. Your Directors now find that as our contract is being better understood, every year will see an improved feeling between the Council and the Company, as it seems to your Directors that the interest of the Company and the Corporation are so closely identified, the prosperity of the City meaning increased earnings to your Company, and increased results to the City, they being partners in our profits.

While it is gratifying to your Directors to be able to show increased earnings of the Company during the present general depression, they hope when business improves, to be able to show much better results in future years. Your Company has, during the change of its system, while the tracks were under construction (which is now completed) lost earnings on all of its lines.

During the present year your Directors have completed the purchase of the Toronto and Mimico Electric Railway and Light Co.'s property, and paid for it out of the surplus earnings of your Company. The net earnings of the Mimico property has paid 5 per cent. upon its cost, and a surplus of \$2,502.58.

Respectfully submitted,

WM. MCKENZIE,
President.

TORONTO, 16th January, 1895.