

# London Mutual Fire Insurance Company of Canada

## DIRECTORS' REPORT

To the Shareholders and Members of the London Mutual Fire Insurance Company of Canada:

Your Directors herewith submit to you the Fifty-Second Annual Statement and Balance Sheet, duly certified by the Auditor, showing the receipts and expenditures for the year, as well as the Assets and Liabilities of the Company as of December 31st, 1911.

The fire waste in Canada and the United States on insured property was considerably in excess of that for 1910 and the Company shared this loss to a greater extent than formerly.

We were interested in no less than eleven conflagrations, and while our loss in any one did not exceed ten thousand dollars, yet in the aggregate our losses from that source were nearly two and a half times those of 1910 and nearly double our average yearly conflagration loss since 1896.

Losses, due to defective chimneys and flues, lightning, to buildings and live stock, and to the burning of adjacent buildings, have established a high record for the five year period, ending with 1911.

During the year there were issued (including renewals) 43,110 policies, on which premiums, amounting to **\$771,404.01** were collected. This, owing to our withdrawal from unprofitable territory and the exclusion of some hazardous classes of risks, shows a reduction in income as compared with 1910.

The Cash Assets show **\$601,862.00** with liabilities to Policyholders and Shareholders of \$337,306.07, leaving a surplus of **\$246,555.93**, an increase of **\$25,035.34**.

Including the premium notes, which are available for the payment of losses, the total Assets are **\$926,906.76**, and the surplus **\$589,600.69**.

Dated, TORONTO, February 20th, 1912.

D. WEISMILLER, President.

### FINANCIAL STATEMENT.

#### EXPENDITURE.

To Gross Losses Paid . . . . .	\$414,461.79
Less Re-insurance Recovered . . . . .	164,582.53
<b>NET LOSSES . . . . .</b>	<b>\$249,879.26</b>
To Unadjusted Losses, Estimated . . . . .	21,498.07
To Expenses, including Commissions, Taxes, Salaries, etc. . . . .	147,112.35

**\$418,489.68**

#### ASSETS.

Bonds, Debentures and Stocks . . . . .	\$283,946.00
Cash in Bank and on Hand . . . . .	114,781.99
Mortgage Loans . . . . .	90,641.50
Call Loans . . . . .	2,500.00
Accounts Receivable for Re-insurance . . . . .	14,631.77
Agents' Balance . . . . .	24,974.55
Assessments Accruing and in Process of Collection . . . . .	186.25
Office Furniture & Good's Plans . . . . .	\$17,354.99
Less Written off . . . . .	2,696.67
Interest Accrued . . . . .	14,658.32
Real Estate . . . . .	5,541.62
	50,000.00
	<b>\$601,862.00</b>
Unassessed Portion of Premium Notes Available for Payment of Losses and Expenses . . . . .	325,044.76

**\$926,906.76**

#### INCOME.

By Gross Premiums . . . . .	\$771,404.01
Less Cancellations and Re-insurance . . . . .	387,843.44
	<b>\$383,560.57</b>
By Interest, Dividends, etc. . . . .	19,399.87
By Profit from Sale of Securities . . . . .	1,554.61
By Transfer Fees, etc. . . . .	1,712.74

**\$406,227.79**

BALANCE . . . . . 12,261.89

**\$418,489.68**

#### LIABILITIES.

Reserve for Unadjusted losses \$ . . . . .	21,498.07
Due for Re-insurance . . . . .	19,997.72
Re-insurance Reserve (Full Government Standard) . . . . .	278,310.28
Capital Stock Paid Up . . . . .	17,500.00

**TOTAL LIABILITIES . . . . . \$337,306.07**

**Cash Surplus over all Liabilities including Capital Stock . . . . . \$264,555.93**

**TOTAL SURPLUS, including Unassessed Notes amounting to . . . . . \$589,600.69**

**\$926,906.76**

### SECURITY FOR POLICYHOLDERS.

Reserve for Unearned Premiums . . . . .	<b>\$278,310.28</b>
Capital Stock, Paid and Unpaid . . . . .	<b>100,000.00</b>
<b>SURPLUS, December 31st, 1911 . . . . .</b>	<b>589,600.69</b>
	<b>\$967,910.97</b>

### CHANGE OF OWNERSHIP.

At the General Meeting of the Company held at the Head Office, TORONTO, on Saturday, the 24th of February, 1912, it was announced that THE MIDLAND & TEXTILE INSURANCE COMPANY of London, England, have purchased the entire Capital Stock of THE LONDON MUTUAL FIRE INSURANCE COMPANY, but that there will be no change in the organization or staff of the Company, other than the retirement of MR. D. WEISMILLER.

It was also stated definitely that THE LONDON MUTUAL FIRE INSURANCE COMPANY will not change its name in any way and that it will continue writing mutual business and operating as a Non-Tariff Company.