

Printing, advertising, stationery, office rent, travelling expenses, etc.	2,760 53
Salaries at head office.....	2,635 00
Written off Preliminary Expense account .....	500 00
Medical fees, postage, expressage and sundries .....	411 06
	\$9,822 92

On assets account—	
Government Deposit....	\$50,000 00
Balance of Preliminary Expense Account.....	4,000 00
Bills Receivable.....	1,295 54
Office furniture and fixtures .....	589 98
Agents' balances.....	32 54
Cash on hand..	\$ 824 55
In Imperial bank 3,084 90	3,909 45
	\$59,827 51
	\$69,650 43

*Assets.*

In detail as above.....	\$ 59,827 51
Net outstanding and deferred premiums (full net value held in reserve at Government standard).	2,642 39
Interest due and accrued.....	134 58
Balance of Guaranteed Fund subscribed, but not called.....	41,130 00
	\$103,734 48

*Liabilities.*

Insurance reserve (H. M. mortality tables, Institute of Actuaries, G. B. with 4½ per cent. interest, Government standard) .....	\$ 5,277 38
Death and reserve fund—graduated premium plan \$247 47	
Less re-insurance .....	33 75
	213 72
Sundry accounts.....	250 00
	\$ 5,741 10
Surplus—security to policy-holders	\$ 97,993 38
	\$103,734 48

GEO. W. ROSS, President.  
H. O'HARA, Managing Director.

*The President and Directors of The Temperance and General Life Assurance Company, Toronto :*

GENTLEMEN,—I have made a careful audit of the books and accounts of The Temperance and General Life Assurance company for the period ending December 31st, 1886, and hereby certify that the accounts as set forth are true exhibits of the books of the company to that date.

JOHN C. COPP, Auditor.

Toronto, March, 5th, 1887.

Having personally made a separate examination of the vouchers for all expenditure and payments of accounts up to the 31st December, 1886, and also of the certificate of deposit with the Dominion Government, we concur in the correctness of the above certificate.

ROBERT MCLEAN,  
DAVID MILLAR,  
Auditing Committee.

Hon. G. W. Ross said:—As president of the company it devolves upon me to move the adoption of the annual report. I do so with much pleasure because the results of our operations during the past nine months have exceeded our most sanguine expectations. We entered the field at a time when business was somewhat depressed, but, notwithstanding this difficulty the amount of business done during the first nine months is a most gratifying assurance that the public has the fullest confidence in the management of the company. The greatest care has been exercised in the selection of risks, and this caution has been verified by the fact that so far we have not had a single loss, although we are carrying at the present time over half a million of dollars of assurance. It must be also gratifying to know that at least 80 per cent. of our business is with total abstainers, and from all the mortuary statistics available they have proved to be the safest risks for any insurance company to carry. When profits are distributed we are confident that the advantages of insurance in this section will be very apparent.

It might be invidious for me to make comparisons between ourselves and other companies; suffice it to say that we are in a better

position at the end of the first year than many successful companies were at the end of their sixth or even their tenth year.

Mr. McLean, vice-president, stated that it afforded him great pleasure to second the adoption of the first annual report of a company that recognizes the fact, now so well established, that the lives of total abstainers are better insurance risks than those even of moderate drinkers, and gives them the benefits arising therefrom. This can be accounted for in some degree by the well known fact that moderate drinkers whose lives are insured as such, do not invariably remain so, and that no amount of caution or foresight on the part of the company can obviate this difficulty. He fully agreed with the remarks of the president as to the success of the company during the first nine months of its existence. It is well known that in the initial term of a Life Insurance company's career considerable time is lost, necessarily, in establishing agencies and in obtaining suitable agents, consequently business at first comes in slowly. Judging from the volume of business received since the first of January, the prospects of a very much increased amount of assurance are exceedingly favorable. He had unbounded faith in the future of The Temperance and General Life Assurance Company. (Cheers.)

A unanimous and hearty vote of thanks was tendered to the president and directors for their care and attention to the interests of the shareholders and policy-holders during the term just ended.

Messrs. David Millar and John Nattress were appointed scrutineers and reported after the balloting, that the following gentlemen were elected directors for the ensuing year:—Geo. W. Ross, S. H. Blake, Robt. McLean, Henry O'Hara, P. H. Burton, John Flett, Thos. Caswell, F. Warren, Wm. Nattress, Richard Hewson, Wm. Watterworth, George H. Wilkes, John Harris, W. H. Bowlby, J. Lyons Biggar, Joseph Williams, Alexander Barrie, George Suffel, Joseph A. Fife, Samuel Trees.

At a subsequent meeting of the directors Hon. G. W. Ross was re-elected president and Hon. S. H. Blake and Mr. Robt. McLean vice-presidents.

#### ONTARIO LOAN AND SAVINGS' COMPANY.

The fourteenth annual meeting of this company was held in its office, Oshawa, Ont., on Wednesday, February 16th, 1887. The following stockholders were present: Messrs. W. F. Cowan, W. F. Allen, R. S. Hamlin, John Cowan, J. A. Gibson, Thomas Paterson, T. H. McMillan, L. K. Murton, Thomas Cornish, Lyman English, Wm. Redwin, and John Carter.

The president occupied the chair, and T. H. McMillan acted as secretary to the meeting.

The minutes of the previous annual meeting were read and confirmed.

The chairman then read the annual report of the affairs of the company for past year, as follows:—

*REPORT.*

The directors of the Ontario Loan and Savings Company beg to submit this the fourteenth annual report of the company for the fiscal year ending 31st Dec., 1886.

As will be observed from the within statement the net earnings for the year after deducting all costs and charges incurred in management, directors', solicitors', and auditors' fees were \$25,407.82, equivalent to about 8½ per cent., upon the paid up capital of the company, from which two half yearly dividends at the rate of seven per cent. per annum have been paid, and the balance (together with the sum of \$465.76 withdrawn from the contingent account) amounting in all to \$5,000 has been carried to the credit of the Rest Account which has now reached the sum of \$65,000.

The business transacted during the term covered by the report has been satisfactory. Although the rate of interest procurable on mortgage loans has been less than formerly, a choicer class of securities has been obtained than when higher rates prevailed.

No losses have occurred to reduce the profits of the year; and a rigid inspection of the company's investments increases our confidence in its future success.

W. F. COWAN,  
President.

Oshawa, Dec. 31st, 1886.

## STATEMENT OF RECEIPTS AND DISBURSEMENTS.

*Receipts.*

To balance from 1885.....	\$ 6,300 63
Re-payments on loans .....	154,416 34
Interest received do. ....	47,314 67
General interest, bank account, etc.	1,705 57
Capital stock.....	995 03
Deposits received.....	468,570 53
Debentures issued.....	192,110 19
Revenue account, rents, etc.....	1,314 12
	\$872,727 08

*Disbursements.*

By Western Bank, balance at Dec. 31st, 1886 .....	\$ 14,765 40
Loans on mortgages and stock....	102,624 13
Interest paid .....	24,873 30
Expense Account .....	5,560 32
Dividends Nos. 26 and 27.....	20,873 58
Deposits returned .....	535,269 74
Debentures paid .....	160,400 00
Balance in Ontario Bank, Whitby " " " Bow.	53 48
manville .....	2,093 60
Balance in Western Bank, Whitby	2,754 48
Cash on hand.....	1,042 89
Western Bank,	
Oshawa ....	\$3,937 64
Less cheques	
not presented 1,521 48	2,416 16
	\$872,727 08

## STATEMENT OF PROFIT AND LOSS.

*Cr.*

By interest accrued in 1886 .....	\$ 5,588 84
Interest received on loans.....	47,314 67
Interest received on bank acct., etc.	1,705 57
Revenue account, rents, etc .....	1,314 12
Contingent account, transferred ..	465 76
	\$56,388 96

*Dr.*

To interest paid .....	\$ 24,873 30
Expense account, salaries.....	5,560 32
Dividend account, Nos. 26 and 27	20,873 58
10% discount on office furniture,	
\$817.64 .....	81 76
Rest Account.....	5,000 00
	\$56,388 96

*Assets.*

To mortgages, present value ....	\$974,554 22
Property account (office premises)	11,000 00
Office furniture \$817.64, less 10%	
\$81.76 .....	735 88
Balance, cash on hand and in bank	8,360 61
	\$967,650 71

*Liabilities.*

By capital stock .....	\$298,321 98
Depositors.....	409,790 74
Debenture account .....	193,190 82
Rest account .....	65,000 00
Contingent account.....	1,347 17
	\$967,650 71

T. H. McMILLAN,  
Sec.-Treas.

We hereby certify that the above statements contain a correct representation of the affairs of the company as shown by the books at Dec. 31st, 1886. We have examined the vouchers and securities and find the same correct.

G. M. GRIERSON, }  
JOHN B. HARRIS, } Auditors.

Oshawa, 10th Feb., 1887.

The president said: The results of the past year as exhibited by the report presented by the secretary cannot be otherwise than satisfactory to the shareholders.

Had the company depended solely upon the profits derived from the loans made at the present current rates obtainable on mortgage investments, the sum available for transfer to Rest account would not be so large.

Although the demand for money during the year has been fairly active, there is no evidence of an increase in the rate of interest, but rather the reverse; nor does it seem possible that farmers, who constitute the great majority of our borrowers, could afford to pay higher rates in the face of the extraordinary low prices ruling for grain and cattle, the staple produce of the farm.

With declining rates of interest the margin of profit upon moneys borrowed by us is of course less than before, requiring increased caution in the acceptance of investments. That everything possible has been done in that direction is apparent by the fact that no.