

Anglo-American Fire Insurance Company

REPORT OF DIRECTORS

Presented at the Seventh Annual Meeting of Shareholders, held at the Head Office of the Company, 61-63 Adelaide St. East, Toronto, on Tuesday the Sixth day of February, 1906.

Your Directors have pleasure in presenting their Seventh Annual Report and Financial Statement of the Company's business for the year ending 31st December, 1905, as duly certified by the auditors.

The Premiums for the year ending 31st December, 1905, less rebates for cancellations.....	\$414,095 61
Interest on the Company's Investments	7,854 37

Total income

The Company's net income for the year after deducting reinsurance, was \$287,766 92.

Net Premiums on policies written during 1905, being in excess of same for 1904, \$19,665 23.

The working expenses of the business for year 1905 were \$88,211.62, being \$16,250.40 less than for preceding year.

The apparently large amount of unadjusted losses outstanding at 31st December, viz., \$28,260.00, (of which \$10,247.13 is reinsured), is accounted for by the fact that these losses occurred at the end of the year, too late to admit of their being adjusted and paid before the closing of the Company's books. The majority of these are, however, now adjusted and paid.

Your Directors in the interest of the Shareholders deemed a change in the management of the Company to be necessary, and have been fortunate in securing the services of Mr. H. H. Beck, a gentleman of the highest standing in insurance and financial circles.

Your Directors all retire, but are all eligible for re-election.

JOHN FLETT, Vice-President.

Financial Statement for Year Ending 31st December, 1905

REVENUE ACCOUNT.

Fire Losses for year paid (net).....	\$153,534 83	Premium income.....	\$470,416 44
Fire Losses under adjustment, 31st December (net).....	18,012 87	Less rebates for cancellation.....	56,320 83
	\$171,547 70		\$414,095 61
Paid for Reinsurance.....	134,183 06	Interest account.....	7,854 37
Government fees, license and taxes.....	4,754 15		
Commission and all other charges and all books, stationery, etc.....	83,457 47		
Balance.....	28,007 60		
	\$421,949 98		\$421,949 98

PROFIT AND LOSS ACCOUNT.

Written off Office Furniture, Goad's Maps and Sundry Accounts.....	\$1,808 54	Balance from 1904.....	\$12,023 77
Balance to Reserve Account.....	40,222 73	Balance from Revenue Account.....	28,007 60
	\$42,031 37	Capital Stock forfeited.....	2,000 00
			\$42,031 37

ASSETS AND LIABILITIES.

Capital Stock paid in.....	\$223,060 00	Cash in hand and in Banks.....	\$62,272 99
Sundry Accounts and for Reinsurance.....	398 73	Deposited with Dominion Government, Canadian Northern Bonds and Town of Ingersoll debentures.....	53,682 67
Losses under adjustment at 31st Dec., of which \$10,247.13 is reinsured.....	28,260 00	City of Victoria, Town of Lethbridge, City of Calgary, Town of Portage la Prairie and City of Moose Jaw debentures.....	35,815 60
Balance at credit of Profit and Loss Account.....	40,222 73	Accrued interest on above.....	238 81
		Call Loans on Bank and other Stocks.....	105,855 71
		Agents' balances.....	22,222 55
		Office Furniture, including Goad's Maps.....	11,648 82
		Due from other Companies for Reinsurance.....	204 31
	\$291,941 46		\$291,941 46

RESERVE ACCOUNT.

Balance from Profit and Loss Account.....	\$40,222 73
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SECURITY FOR POLICY-HOLDERS.

SUBSCRIBED CAPITAL.—	
Paid on Stock	\$223,060
Balance to pay on Stock.....	213,640
	\$436,700 00
Balance at Credit of Profit and Loss Account.....	40,222 73
	\$476,922 73

H. H. BECK, Manager.

TO THE PRESIDENT, DIRECTORS AND SHAREHOLDERS OF THE ANGLO-AMERICAN FIRE INSURANCE COMPANY:
Gentlemen,—We, the undersigned, having examined the vouchers, checked the bank balances and made a monthly running audit of the books of the Anglo-American Fire Insurance Company for the year ending 31st December, 1905, certify that we have found them correct, and that the annexed Balance Sheet is a true statement as at above date.

Toronto, January 24, 1906.

RICHARD LEE, {
J. P. LANGLEY, { Auditors.