

THE FEDERAL LIFE ASSURANCE COMPANY OF CANADA

The twenty-eighth annual meeting of the shareholders of the Federal Life Assurance Company of Canada was held at the Company's Head Office, in Hamilton, Tuesday, 15th February, 1910, at 2 p.m., Mr. David Dexter in the chair, Mr. W. H. Davis, Acting Secretary.

The Annual Report, as follows, was read and adopted, on motion of the President, Mr. Dexter, seconded by Vice-President Lieut.-Col. Kerns:

Your Directors have the honor to present the Report and Financial Statement of the Company for the year which closed 31st December, 1909, duly vouched for by the Auditors.

The new business of the year consisted of two thousand six hundred applications for insurance, aggregating **\$3,663,896.66**, of which two thousand five hundred and one applications for **\$3,504,235.00** were accepted.

As in previous years, the income of the Company shows a gratifying increase, and the assets of the Company have been increased by **\$329,092.88**, and have now reached **\$3,643,949.53**, exclusive of guarantee capital.

The Security for Policyholders, including guarantee capital, amounted at the close of the year to **\$4,513,949.53**, and the liabilities for reserves and all outstanding claims, including **\$20,000** set aside as a special addition to policy reserves, **\$3,351,254.00**, showing a surplus of **\$1,162,695.53**. Exclusive of uncalled guarantee capital, the surplus to Policyholders was **\$292,695.53**.

Policies on one hundred and fifteen lives became claims through death, to the amount of **\$200,406.07**.

Including Cash Dividends and Dividends applied to the reduction of premiums, with annuities, the total payment to Policyholders amounted to **\$347,274.43**.

Careful attention has been given to the investment of the Company's funds, in first-class bonds, mortgage securities, and loans on the Company's policies amply secured by reserves. Our investments have yielded a very satisfactory rate of interest.

Expenses have been confined to a reasonable limit, consistent with due efforts for new business. The results of the year indicate a most gratifying progress. Compared with the preceding year, the figures submitted by the Directors for your approval show an advance of nearly ten per cent. in assets.

The assurances carried by the Company now amount to **\$21,049,322.31**, upon which the Company holds reserves to the full amount required by law, and, in addition thereto, a considerable surplus.

You are to be congratulated on the fact that the surplus over Capital and all Liabilities increased **\$42,624.88** during the past year, from which a special addition of **\$20,000** was made to policy reserves.

The field officers and agents of the Company are intelligent and loyal, and are entitled to much credit for their able representation of the Company's interests. The members of the office staff have also proved faithful to the Company's service.

Your Directors are pleased to be able to state that the business of the Company for the current year has been of a most satisfactory character, and that the outlook for the future is most encouraging.

DAVID DEXTER,
President and Managing Director.

Auditor's Report

To the President and Directors of the Federal Life Assurance Company:

Gentlemen:—We have carefully audited the books and records of your Company for the year ending 31st December last, and have certified to their accuracy.

The Cash and Journal Vouchers have been closely examined and agree with the entries recorded.

The Debentures, Bonds, etc., in the possession of the Company have been inspected, whilst those deposited with the Government have been verified by certificate, the total agreeing with the amount as shown in the Statement of Assets.

The accompanying Statement, viz., Revenue and Expenditure, Assets and Liabilities, show the result of the year's operations and also the financial position of the Company.

Respectfully submitted,

C. S. SCOTT, F.C.A.,
CHARLES STIFF, C.A., } Auditors.

Hamilton, 1st February, 1910.

FINANCIAL STATEMENT FOR 1909

RECEIPTS.

Premium and Annuity Income... \$718,927.86
Interest, Rents and Profits... 174,074.82

\$893,002.68

DISBURSEMENTS.

Paid to Policyholders... \$347,274.43
All other payments... 233,249.04
Balance... 312,179.21

\$893,002.68

ASSETS.

Debentures and Bonds... \$1,443,973.35
Mortgages... 808,095.77
Loans on Policies, Bonds, Stocks, etc... 636,865.91
All other Assets... 755,014.50

\$3,643,949.53

LIABILITIES.

Reserve Fund... \$3,256,519.00
Special Addition to Policy Reserves... 20,000.00
Death Losses awaiting Proofs... 63,037.00
Other Liabilities... 11,714.00
Surplus on Policyholders' Account... 292,695.53

\$3,643,949.53

Assets... **\$3,643,949.53**
Guarantee Capital... **870,000.00**

Total Security... **\$4,513,949.53**
Policies were Issued Assuring... **\$3,504,235.00**
Total Insurance in Force... **\$21,049,322.31**

All the retiring Directors were re-elected. At a subsequent meeting of the Directors, the following officers were re-elected: David Dexter, President and Managing Director; Lieut.-Col. William Kerns and T. C. Haslett, K.C., Vice-President; Dr. A. Woolverton, Medical Director.