

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-third 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 at December 31st, 1912.

The Company's operations during the year 1912 have resulted in a substantial profit and a considerable addition to the funds for the security of Policyholders.

During the year there were issued, including renewals, 35,179 policies, on which premiums, amounting to **\$728,384.12** were collected.

The Company is confining its operations to the Dominion of Canada, and the Foreign business on its books has been cancelled or is being allowed to lapse, which entirely accounts for the reduction in the Gross Premium Income and the number of policies issued as compared with the previous year.

The Cash Assets show **\$695,928.04** with liabilities to Policyholders and Shareholders of **\$368,334.81**, leaving a surplus of **\$327,593.23**, an increase of **\$63,037.30**.

Including the premium notes, which are available for the payment of losses, the total Assets are **\$1,012,673.58**, the Surplus **\$644,338.77** and the Security for Policyholders **\$1,031,161.17**.

The retiring Directors are Sir Samuel Faire, Leicester, Eng.; G. H. Williams, Winnipeg; and F. D. Williams, Toronto; all of whom are eligible for re-election.

Your Directors desire to express their appreciation of the support accorded to the Company by its Agents and to all branches of the Staff for their loyal co-operation in helping to attain the results achieved.

All of which is respectfully submitted.

A. H. C. CARSON.
President.

Dated, Toronto, February 22nd, 1913.

FINANCIAL STATEMENT.

ASSETS.

Bonds, Debentures and Stocks	\$331,018.33	
Cash in Bank and on Hand	132,569.58	
Mortgage Loans	54,081.60	
Interest Accrued	4,075.94	
Call Accounts	2,000.00	
Accounts Receivable	33,141.93	
Agent's Balance	31,830.15	
Office Furniture and Good's		
Plans	\$21,103.34	
Less Reserve	6,469.91	
		14,633.43
Real Estate and Building	163,133.33	
Less Reserve	\$ 1,875.00	
Less Mortgage and Interest	68,681.25	
	\$70,556.25	
		92,577.08
		\$695,928.04
Unassessed Portion of Premium Notes		316,745.54
		\$1,012,673.58

EXPENDITURE.

To Gross Losses Paid	\$329,245.25
Less Reinsurance Recovered	119,820.69
	\$209,424.56
NET LOSSES	12,188.37
To unadjusted Losses, Estimated	
To Expenses, including Commissions, Salaries, etc.	178,016.53
	\$399,629.46
Net Profit for Year	37,462.12
	\$437,091.58

LIABILITIES.

Reserve for Unadjusted Losses	\$ 12,188.37
Due for Reinsurance	50,299.63
Reserve for Government Taxes	1,524.41
Reinsurance Reserve (Full Government Standard)	286,822.40
Capital Stock Paid up	17,500.00
TOTAL LIABILITIES	\$368,334.81
Cash Surplus over all Liabilities including Capital Stock	\$327,593.23
Unassessed Portion of Premium Notes	316,745.54
TOTAL SURPLUS	\$644,338.77

\$1,012,673.58

INCOME.

By Gross Premiums	\$728,384.12
Less Cancellations and Reinsurance	312,006.20
	\$416,377.92
By Interest	19,674.65
By Transfer Fees, etc.	1,039.01

\$437,091.58

SECURITY FOR POLICY HOLDERS.

Reserve for Unearned Premiums	\$286,822.40
Capital Stock, Paid and Unpaid	100,000.00
	644,338.77
SURPLUS, December 31st, 1912	\$1,031,161.17

Having audited the books of account, examined all vouchers and verified securities, I certify the above Balance Sheet to be correct.

Dated, Toronto, February 22nd, 1913.

J. P. LANGLEY, F.C.A., Auditor.