Employers' Liability Assurance Corporation, Ltd.

HAMILTON HOUSE, VICTORIA EMBANKMENT, LONDON, E.C.

DIRECTORS' REPORT, 1906.

The Directors submit to the Shareholders their Twenty-fifth Annual Report, together with the Audited Accounts to 31st December, 1905.

The premiums for the year are **$3,594,270** against **$3,193,685** for the year 1904, an increase of **$400,585**.

The balance of this year's account is **$3,115,610**. Out of this amount the Directors have already paid an interim dividend of 50 cents. per Share, and now recommend a further dividend of $1.50 per Share (free of Income Tax), making together a dividend of 20 per cent. for the year on the Paid-up Capital. This will absorb $150,000 leaving **$2,965,610** to be carried forward.

The following Directors, Sir Wm. B. Forwood, Mr. L. Salomons and Mr. E. H. Llewellyn, retire, and, being eligible, offer themselves for re-election.

In accordance with the resolution of the Shareholders, Messrs. Welton, Jones & Co. have audited the Accounts now submitted and offer themselves for re-election for the ensuing year.

By order of the Board,

S. STANLEY BROWN,

General Manager and Secretary.

15th February, 1906

REVENUE ACCOUNT. 1st January, 1904, to 31st December, 1905.

Balance of Last Account—		
As per last Report	$2,641,600	
Less Dividends for 1904	131,250	
		$2,510,350
Revenue of the Year—		
Premiums, less Bonus and Returns to the Assured and Reassurance	$3,594,270	
Interest and Rents	154,795	
Transfer Fees	170	
Profit on Exchange	10,750	
		3,759,985
Realized Profits on Investments		20,515
Hamilton House Redemption Fund Investment :—		
Interest		1,005
		$6,291,855

Charges against Revenue of the Year—		
Directors' and Auditors' Fees	$ 25,525	
Salaries and House Expenses	57,175	
Rent and Rates	11,905	
Taxes (Home & Foreign)	72,760	
Advertising	11,480	
Books and Stationery	30,550	
Legal Costs and Professional Fees	4,145	
Branch and Agency Office Charges	22,290	
Postage and Parcels	1,835	
Travelling and Inspection	33,780	
Total Expenses	$ 271,445	
Commision and Losses paid and outstanding	2,893,155	
Furniture and Repairs	10,510	
Bad Debts	1,135	
		3,176,245
Balance of this Account		3,115,610
		$6,291,855

BALANCE SHEET. 31st December, 1905.

Shareholders' Capital—			
75,000 Shares $50 each $3,750,000			
To Capital Called up—			
75,000 Shares $10 per share			$750,000
Amounts due to other Companies			13,685
Outstanding Liabilities, including Commission			339,965
Branch and Agency Balances			940
Reserves—			
For Outstanding Losses		$950,055	
Revenue Account Balance	$3,115,610		
Less Interim Dividend, 1905	37,500		
		3,078,110	
			4,028,165
			$5,132,755

By Investments—at Cost—		
Bank of Ireland Stock		$27,930
Colonial Government Securities		344,985
Foreign Government Securities		910,160
Foreign and Colonial Municipal Securities		751,445
Railway and other Debentures and Debenture Stocks		1,704,310
Preference and Ordinary Stocks and Shares		72,180
Hamilton House	$335,120	
Redemption Fund Investment	29,045	
		364,165
Freehold Premises		22,020
Loans on Securities		32,375
		$4,229,570
Branch and Agency Balances		568,995
Amounts due from other Companies		7,050
Outstanding Premiums		123,365
Interest and Rents Accrued		52,170
Cash at Bankers	$151,450	
In hand	160	
		151,610
		$5,132,755

CLAUD J. HAMILTON, *Chairman.*

S. STANLEY BROWN, *General Manager and Secretary.*

In accordance with the provisions of the Companies Act, 1900, we certify that all our requirements as Auditors have been complied with. We have to report to the Shareholders that we have audited the above Balance Sheet, and that, in our opinion such Balance Sheet is properly drawn up so as to exhibit a true and correct view of the State of the Corporation's affairs as shown by the books of the Corporation in London. The Securities and Books at Boston (U.S.A) have been examined by Messrs. Deloite, Dever, Griffiths & Co., who have reported to us thereon to our satisfaction.

WELTON, JONES & CO., *Auditors.*

15th February, 1906.