

THE SOVEREIGN LIFE ASSURANCE COMPANY OF CANADA

Head Office: Winnipeg, Canada

DECEMBER 31st, 1918

TOTAL CASH INCOME.....	\$ 399,455.36	NEW ASSURANCES ISSUED.....	\$3,126,738.00
TOTAL ASSETS.....	1,554,225.96	NET GAIN IN AMOUNT IN FORCE	1,838,936.00
RESERVES FOR POLICYHOLDERS..	1,052,129.00	TOTAL ASSURANCES IN FORCE..	9,465,620.00
INVESTMENT and OTHER RESERVES	146,890.24	RATE OF INTEREST EARNED....	6.34%

EXTRACT FROM DIRECTORS' REPORT FOR 1918

SURPLUS—The surplus which one year ago stood at \$145,399.59, is now \$104,015.22. Your Directors feel that they have reason to congratulate the Company on the fact that it has so well withstood the strain of such a year as 1918, in which the burden of extra death claims, due partly to the war, but chiefly to the influenza epidemic, reached such phenomenal figures in all companies. The necessity of maintaining substantial contingency or rest funds was never so forcefully exemplified as during the year just closed. The moderate decrease in surplus experienced by this Company in 1918 and the thoroughly sound position which it now occupies, should inspire confidence in its ability to cope successfully with any future conditions which may arise.

BALANCE SHEET

ASSETS		LIABILITIES	
Bonds, debentures and debenture stocks (ledger value)	\$ 788,200.19	Reserve fund on Government standard to cover the Company's entire liability under policy contracts, together with additional reserve voluntarily maintained	\$1,052,129.00
Stocks owned by the Company (ledger value)	13,400.00	Reserve for extra mortality and contingencies	20,000.00
First mortgages on real estate	458,768.46	Investment Reserve	50,000.00
Value of real estate held by the Company	35,810.11	Surrenders claimable on cancelled policies	12,392.06
Loans on policies secured by reserves... ..	166,655.98	Policyholders' dividends due and unpaid	363.18
Liens on policies under non-forfeiture provisions	15,697.70	Reserve for matured instalment policies..	14,635.00
Cash in Banks, Head Office and Agencies Due on account of Staff Subscriptions to Victory Loan	495.00	Death claims reported, proofs not completed	49,500.00
Interest accrued and outstanding.....	46,806.93	Premiums and interest paid in advance..	6,990.15
Net outstanding and deferred premiums (with allowance for deduction of 35 per cent. of first year premiums and 10 per cent. of renewal premiums)	50,016.07	License fees and taxes due and accrued ..	3,801.53
Office furniture (less 10 per cent. written off)	2,335.90	Sundry accounts due and accrued	3,628.74
		Shareholders' account	26,776.07
		Instalments due on bonds purchased ...	50,000.00
		Capital paid up	209,995.00
			\$1,500,210.74
		Surplus to Policyholders above all liabilities	104,015.22
	<u>\$1,604,225.96</u>		<u>\$1,604,225.96</u>

DIRECTORS FOR 1919

PRESIDENT—R. R. Scott, President the Scott Fruit Company, Winnipeg.

FIRST VICE-PRESIDENT—William Grayson, K.C., Moose Jaw, Sask.

SECOND VICE-PRESIDENT—D. E. Williams, Director Traders Trust Company, Winnipeg.

DIRECTORS—W. Sanford Evans, Ottawa; E. E. Sharpe, Winnipeg; W. F. Hull, Winnipeg; George N. Jackson, Winnipeg; John Graham, Winnipeg; John McClelland, Toronto; R. G. Macdonald, Brandon; Alexander Melville, Winnipeg.

MANAGING DIRECTOR—H. J. Meiklejohn, M.D.

SECRETARY AND ACTUARY—M. D. Grant, F.I.A.

Full Annual Report and Statement Furnished on Request.