The Trust & Loan Company of Canada.

REPORT AND STATEMENT.

1. The following Report and Statement of Accounts for the Six Months ending the 31st March last are submitted to the Proprietors.

2. The net profits for this period amount to **£17,480 19s. 10d.**, and after carrying to the Reserve Fund the moiety of profits over 6 per cent. dividend, as required by the Royal Charter of Incorporation, viz., **£3,490 9s 11d.**, the balance at credit of Revenue, including **£23,864 8s. 7d.** brought forward from September last, is **£37,854 18s. 6d.**

3. The Directors recommend that out of this balance of **£37,854 18s. 6d.**, a Dividend at the rate of 6 per cent. per annum, and a bonus of one per cent. for the six months (= 8 per cent. per annum), both free of income tax, be declared on the paid-up Capital of the Company; making, together with a Dividend at the rate of 6 per cent. per annum, and a bonus of one per cent. paid by the Directors on 5th December, 1906, a total Dividend and bonus for the year ending 31st March, 1907, equal to 8 per cent; and leaving the balance, viz., **£23,854 18s. 6d.** to be carried to the credit of the current half year's accounts.

4. During the period embraced by these accounts the Reserve Fund has been charged with **£382 9s. 5d.** for loss on Securities realized in Canada, and with **£145 18s. 4d.** for net depreciation in value of Investments held in England. This Fund now amounts to **£198,754 16s. 5d.**, compared with **£192,794 5s 0d.** on the 30th September last, being an increase of **£5,960 11s. 5d.**, as shown in the statement of the Reserve Fund Account.

BALANCE SHEET.

Dr.

	£.	s.	d.	£.	s.	d.
To SUBSCRIBED CAPITAL—						
100,000 Shares, £20 each.	£2,000,000	0	0			
PAID-UP CAPITAL—						
50,000 Shares, £5 called up	250,000	0	0			
25,000 Shares, £3 called up	75,000	0	0			
25,000 Shares, £1 called up	25,000	0	0			
				350,000	0	0
DEBENTURES				1,274,178	10	7
DEBENTURE INTEREST ACCRUED				11,613	15	5
RESERVE FUND (*including £157,483 4s. 6d. invested as per Contra*)				198,754	16	5
INCOME TAX ACCOUNT				1,399	4	2
SUNDRY CREDITORS AND CONTINGENCIES ACCOUNT				7,991	11	5
REVENUE ACCOUNT				37,854	18	6
				£1,881,792	16	6

The Company is also under liability to advance $22,774.70 to sundry clients, generally on the fulfilment by them of conditions.

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	£.	s.	d.	£.	s.	d.
BY CASH—						
At Bank..... in London	5,386	0	1			
" " (on Deposit) "	41,000	0	0			
Petty Cash..... " "	14	7	5			
At Banks..... in Canada	42,456	19	11			
At Offices. ..... " "	14	14	0			
				88,872	1	5
INVESTMENTS—IN LONDON—						
RESERVE FUND. SPECIAL SECURITIES. *At Market Values.*						
£76,079 9s. 5d. National War Loan..	£74,672	2	0			
£40,000 Dominion of Canada 4 per cent. Bonds (guaranteed).	41,530	0	0			
£6,304 19s. 2d. Metropolitan Board of Works 3½ per cent. Stock	6,420	4	5			
£5,069 13s. 2d. Transvaal Government 3 per cent. Guaranteed Stock	4,904	18	1			
	127,527	4	6			
£24,200 Grand Trunk Pacific Ry. Co. 3 per cent. 1st Mortgage Bonds (guaranteed by Canadian Government)	21,296	0	0			
£8,500 Canada 4 per cent. Inscribed Stock	8,660	0	0			
				157,483	4	6

	$	c.
INVESTMENTS—IN CANADA.		
Mortgages	7,659,402.95	
Land Investments, &c. (properties bought in and held under foreclosure)	13,200.00	
	7,672,602.95	
SUNDRY DEBTORS—		
For Interest accrued and not due..... $190,066.34		
" Interest overdue 17,045.62		
" Insurance, Taxes Repairs, &c.... 5,123.76		
" Sundries..... 2,294.36		
	214,530.08	
Subject to Losses on Doubtful Debts, estimated at about £200...	$7,887,133.03	

	£.	s.	d.
	1,620,643	15	2
MONTREAL OFFICE PREMISES	4,479	9	0
WINNIPEG DITTO	10,291	0	7
SUNDRY DEBTORS	23	5	10
	£1,881,792	16	6