

THE NATIONAL LIFE ASSURANCE COMPANY

SUBMITTED TO THE SHAREHOLDERS AND POLICYHOLDERS AT THE ANNUAL MEETING
FINANCIAL STATEMENT

LIABILITIES		ASSETS	
Reserves, Om. (5) 3 1/2% basis	\$3,432,912.00	Dominion of Canada Bonds, carried out at market value, Dec. 31st, 1918	\$552,507.00
Extra Reserves for 3% Guaranteed Policies at end of twenty years	88,998.00	Provincial Government, Cities, Towns, Counties and School District Bonds (par value \$2,742,860.54) carried out at book value	2,609,086.00
Death Claims outstanding, awaiting completed claim proof papers	80,729.60	Bank Stocks (Imperial, Royal, Dominion and Bank of Toronto) carried out at book value	157,342.00
Special Contingency Reserve, voluntary set aside for possible death claims	20,000.00	Toronto Consumers' Gas Stock, carried out at book value	16,403.00
Matured Endowments and Dividends set aside for policyholders	16,505.74	Head Office Building (recent valuation \$323,000.00) carried out at book value	250,000.00
Commissions due Agents, and Medical Fees	5,217.75	Real Estate Mortgage Loan	4,249.00
Interest and Premiums paid in advance	12,542.95	Policy Loans (secured by legal Reserve)	393,957.00
Taxes payable in 1919	9,535.95	Cash in Banks and at Head Office	69,543.00
Instalments Victory Loan, not yet due	180,000.00	Accrued Interest	42,617.00
Surplus for additional protection of policyholders	381,964.15	Outstanding deferred Premiums (less full first year and renewal commissions)	132,699.00
(Including paid up Capital Stock of \$250,000.00).			
	\$4,228,406.14		\$4,228,406.14

We have examined the above statement of Receipts and Disbursements and the Balance Sheet with the Books and Vouchers of the Company, and hereby certify to their correctness. We have examined the securities, the Cash and Bank Balances, and four months ending 31st of December, 1918. A monthly audit has been made of the books of account for the twelve months ending 31st of December, 1918.

Dated, January 7th, 1919.

J. P. LANGLEY }
HARRY VIGEON } Chartered Accountants.

POINTS OF INTEREST

Provincial Government, City, Town, County, Village, Township and School Debentures are taken in the statement at approximately \$140,000.00 below the par value. The bank stocks and Toronto Consumers' Gas Stock are taken in at Book Value.

The Head Office Building market value as per valuation of 1918 is \$323,000.00 and has been taken in the statement at Book Value, \$250,000.00. Formerly the Treasury Vault and Steel Vault equipment were taken into the statement as a separate asset. This is now included in the Head Office building item.

The items including supplies and office furniture, costing approximately \$40,000.00, and formerly taken into the statement as a separate asset have now been eliminated.

Increase in actual cash receipts for the year 1918, as compared with the year 1917, was \$72,511.33.

Apart from the Reserves based on the Om. (5) 3 1/2% Table, we have provided for and charged as a liability the sum of \$88,998.00, as additional Reserves.

The total amount of Influenza and War Claims for the year 1918 were \$150,000.00.

Payments to Policyholders for the year 1918 amount to \$348,645.30, an increase over 1917 of \$103,433.04.

After making provision for Taxes, payable in 1919, amounting to \$9,535.95, and after deducting interest on loans paid in advance amounting to \$11,818.70, leaves a Surplus on Policyholders Account of \$381,964.15 being an increase over 1917 of \$31,949.78.

R. C. MATTHEWS & CO.,

Government, Municipal and Corporation Bonds

Cable Address: "Matco."

C.P.R. Building,

Toronto, January 6, 1919.

A. J. Ralston, Esq.,
Managing Director,
National Life Assurance Co.,
Toronto, Ontario.

Dear Sir:—

We have to-day looked over the list of Dominion Government, Provincial and Municipal bonds submitted to us by your Company.

We believe that this list is unexcelled from the standpoint of genuine security. Your Directors have shown exceptional judgment and foresight in purchasing securities of the highest class. This policy is very distinctly in the interests of your policyholders, and we think they are to be congratulated on being associated with an institution that has so consistently refrained from speculative investments and has purchased only those of the highest class.

Thanking you,

We are

Yours very truly,

(Signed) R. C. MATTHEWS & CO.

COMPARATIVE STATEMENT

1903 (4 1/2 years)

Premium and Interest Income \$	135,568.00	\$
Business in Force.....	4,086,112.00	8.
Total Assets.....	273,605.00	1.