

Balances due from other banks in Canada	49,642 71
Balances due from agents in the United States....	59,833 26
Balances due from London agents, including Bills of Exchange remitted to London, not matured	99,181 95
Provincial Debentures.....	38,283 54
	\$ 834,987 89
Loans to Dominion Government	14,074 43
Loans to Provincial Government	42,300 24
Loans to municipalities	5,015 95
Loans to corporations	621,812 58
Cash credit accounts and other authorized loans.....	300,464 39
Notes and bills discounted current..	1,870,566 20
Less rebate of interest on unmatured bills	13,789 51
Notes overdue and not specially secured	1,550 20
Overdue debts, secured	11,564 96
Real estate, (other than bank premises)	4,531 38
Bank premises at Halifax, Truro, Summerside, and Kingston	62,000 00
Safes at agencies, & office furniture..	6,000 00
	\$2,926,090 82
	\$3,761,078 71

Profit and Loss.

Dec. 31st, 1884.	
By balance.....	\$ 34,064 77
Dec. 31st, 1885.	
“ Transferred from Reserve Fund..	80,000 00
	\$ 114,064 77
June 30th.	
To dividend No. 31, payable 1st Aug. 1885	35,000 00
Dec. 31st.	
“ Dividend No. 31, payable 1st Feb. 1886	30,000 00
“ Net loss (all bad & doubtful debts provided for) ..	45,109 33
“ Balance carried forward	3,955 44
	\$ 114,064 77

Reserve Fund.

Dec. 31st, 1884.	
By balance	\$ 200,000 00
Dec. 31st, 1885.	
To transferred to Profit and Loss Account	80,000 00
	\$ 120,000 00
“ Balance carried forward	\$ 120,000 00

The chairman reminded the shareholders that the statement submitted to them was the record of the bank's business during the most trying commercial year that any of them had ever experienced—that great commercial depression was the characteristic feature of the year 1885.

That as regards our own community, he said we had to bear not only our own share of this general depression, but we had also suffered by dulness in our West India trade consequent upon the demoralization of the sugar markets of the world, and we had further suffered by the abrogation of the fishery treaty.

All these circumstances had reduced the profits of the bank during the year.

The chairman presumed that through the press the shareholders present had made themselves acquainted with the actual position of the Nova Scotia Sugar Refinery, and with the indebtedness of that company to the bank. Very exaggerated reports, however, had been circulated for some time past, of the probable loss the bank would sustain by this

account, and these reports had depreciated the value of the stock in public estimation. It might charitably be supposed that these reports originated through ignorance, but, whatever may have been the motive of the person who started these rumors, the effect was injurious upon the stock of the bank, and consequently, before closing the business of 1885, the directors had appropriated from the earnings of the bank a sufficient sum to cover all possible loss by that account.

The directors considered it important that at this meeting they should be able to tell the shareholders that, to the best of their judgment and knowledge, this provision had been made; it now appears that the amount provided was actually in excess of the sum the bank had been asked to wipe out by the Sugar Refinery Committee.

In addition to the appropriation for the probable loss by the sugar refinery, provision had been made during 1885 for the loss by the Steel Co. of Canada, and for all other bad and doubtful debts. To accomplish this the directors had to take \$80,000 from the Reserve Fund. They felt it was their duty to do this in order that they might emphatically state that all bad and doubtful debts had been provided for.

In reviewing the statement, the chairman called attention to the reduction in the advances to corporations of \$300,000. Under this heading were a number of accounts which are most satisfactory to the bank.

The chairman referred to the amount due the bank by the firms involved through the failure of the Jersey Banking Co., in January last, and to the legal proceedings instituted to secure the Canadian assets, which were ample to cover the indebtedness in Canada.

He then informed the meeting that they would be called upon to amend by-law No. 5 to provide for holding the annual meeting, in future, on the second Wednesday in February, and in closing his remarks referred to the retirement of their esteemed director, Mr. J. N. Ritchie, who had been appointed a judge of the Supreme Court.

A resolution moved by the Hon. Robert Boak, and seconded by Mr. J. H. Symonds, that the report and statement be received and adopted, was carried unanimously.

Mr. Joseph Starr moved and A. W. West seconded the adoption of the resolution amending by-law No. 5, so as to read as follows:—

“ A General Meeting of the shareholders shall be annually holden on the second Wednesday in February, in each and every year, at Halifax, etc., etc.”

Messrs. Parker and Symons were appointed scrutineers to conduct the election of directors and at close of the ballot, they reported the following as elected, viz:—Messrs. T. E. Kenney, James Butler, Thomas A. Ritchie, Allison Smith, E. J. Davys and Thomas Ritchie.

The meeting then adjourned. At a subsequent meeting of the Board of Directors, Mr. Thomas E. Kenney was re-elected president and Mr. James Butler, vice-president.

ONTARIO LOAN AND SAVINGS' CO.

The thirteenth annual meeting of this company was held in the office of the company at Oshawa, on Wednesday, February 17th, 1886. The following stockholders were present: Messrs. W. F. Cowan, John Cowan, W. F. Allen, R. S. Hamlin, J. A. Gibson, W. T. Dingle, Wm. Readwin, John Carter, Thomas Paterson, T. H. McMillan, and Marshall Porter.

The president occupied the chair, and Mr. T. H. McMillan acted as secretary to the meeting.

The minutes of the previous annual meeting were read and confirmed.

The chairman then read the annual report of the affairs of the Company for the past year, as follows:—

REPORT.

The directors of the Ontario Loan and Savings' Company have pleasure in submitting this the thirteenth annual report of the company for the fiscal year ending 31st December, 1885.

The net earnings of the company for the year after deducting all cost of management, including directors', auditors' and solicitor's fees, interest to depositors, and reserved interest on debenture account, were \$24,128.68,

or about 8½ upon the paid up capital of the company, out of which two half yearly dividends of four per cent. each (being at the rate of eight per cent. per annum) were paid, and the balance, \$365.20 has been carried to credit of contingent account. The funds of the company were fully employed during the year, but at less remunerative rates than previously obtained, which with the maturity and consequent falling out of old securities which bore a much higher rate of interest than now obtainable has reduced the profits of the year by about \$4,000.

Your directors have exercised caution in the selection of loans, and they feel that the shareholders may be fairly congratulated upon the sound nature of the assets of the company. New loans to the amount of \$111,655.40 were made during the year, and repayments were received of \$62,055.07 principal, and \$35,183.14 on interest account. The deposits and debentures of the company have increased \$33,803.68, aggregating \$637,970.58. The company retired \$1,000, and issued \$1,000 of their debentures during the year. The investments of the company have increased during the year \$49,129.31, and the assets now stand at \$1,011,875.86.

Your directors desire to express their entire approval of the manner in which the secretary-treasurer and all other officers of the company have discharged their respective duties during the year.

All of which is respectfully submitted.

W. F. COWAN, President.

Oshawa, February 17th, 1886.

STATEMENT OF RECEIPTS AND DISBURSEMENTS. 1885.

Jan. 1st, To balance from 1884.....		\$25,108 29
Dec. 31st.		
Repayments on loans	\$62,055 07	
Interest received ..	35,183 14	
		97,238 21
Capital Stock.....		363 78
Deposits received..		346,971 52
Debentures issued..		1,000 00
Revenue Account..		408 33
Commission account		76 25
Western Bank,		
Oshawa, overdrawn	\$14,699 40	
West. Bank, cheques not presented	66 00	
		14,765 40
		\$485,931 78

Disbursements.

Dec. 31, 1885.		
By loans on mortgages and stock..		111,655 40
Interest paid	\$24,471 47	
Less interest receiv'd	894 58	
		23,578 89
Expense account ..		6,232 65
Dividend No. 24....	\$11,878 36	
" " 25....	11,885 11	
		23,763 47
Deposits returned ..		313,165 84
Debentures retired...		1,000 00
Office Furniture....		234 90
Balance :		
Ont. Bank, Whitby.	53 48	
" " Bowmanville	3,019 42	
West. Bank, Whitby	3,189 46	
Cash in office.....	38 27	
		6,300 63
		<u>\$485,931 78</u>

STATEMENT OF PROFIT AND LOSS.

Cr.

Dec. 31, 1885.	
Interest received	\$35,183 14
Accrued in 1885	18,361 34
Commission account.....	76 25
Revenue account	408 33
	\$54,029 06

Dr.

Dec. 31st, 1885.	
To Interest paid balance.....	\$ 23,576 89
“ 10 % discount on office furniture.....	90 85
“ Expense account.....	6,232 65
“ Dividends Nos. 24 and 25....	23,763 47
“ Contingent account, balance of profit and loss	365 20
	\$54,029 06