

Sun Life Assurance Company of Canada.
Thirty-fifth Annual Report, 1905.

PRESENTED AT THE ANNUAL MEETING FEBRUARY 27TH, 1906.

The applications for assurance were 18,692, for \$25,591,834. The assurances actually completed and paid for were 14,009, covering a total of \$18,612,056.00, being an increase over the figures of the preceding year of \$2,700,152.00.

The policies in force at the close of the year were as follows :

Ordinary . . .	59,816	\$93,147,947.00
Thrift	14,625	2,142,948.00
Total	<u>74,441</u>	<u>\$95,290,895.00</u>

These figures show an increase over those of last year of 5,934 policies assuring \$9,963,232.00.

The income for the year shows a remarkable increase. The premiums received in cash for assurance and annuity contracts were \$4,301,137.92 ; from interest, rent, profit on investments, etc., \$1,416,354.31, the total from all sources being \$5,717,492.23, an increase for the year of \$1,115,556.04.

Claims by death numbered 642 for \$982,984.42, under 700 policies ; while the endowment assurances which matured were 282 for \$290,025.00. The total amount paid to policyholders or their representatives, including profits and annuity payments, reached \$1,648,285.78.

The assets received a handsome increase—much larger than in any previous year, the total now being \$21,309,384 82, an advance during the twelve months of \$3,457,623.90.

The foregoing results should be highly satisfactory to the policyholders, and yet the increase in the surplus is still more gratifying. During the year \$166,578.30 was distributed to policyholders as cash profits, and the undivided surplus was during the same period increased by \$1,177,793.45, a very much larger ad-

dition than ever previously made. Of this amount \$616,541.00 was used as the final instalment required to bring the reserves on the old policies to a three and one-half per cent. basis ; the total amount thus used for policies issued before January 1st, 1900, being \$1,186,111.38. The Insurance Act allows till January 1st, 1915, to complete that change, but your directors considered that it would be unwise, having a large surplus on hand, to wait until the expiration of the time limit allowed by law. After bringing all reserves up to this severe standard, the net result is that there remains a surplus over all liabilities and capital stock of \$1,735,698.59. These figures very clearly indicate the strong position to which the Company has attained, and should justify our policyholders in expecting unusually satisfactory profit returns on their policies from now out. The basis for distribution adopted for 1906 is higher than that for 1905, which again in its turn was higher than that for the previous year.

The assets continue to be invested in securities of the highest order, both in regard to safety and profitableness. On those sold during the year a net profit of \$437,930.02 was made, while those that are still owned by the Company show a market value much in excess of the cost. In every respect the position of the Company is highly satisfactory, and the outlook for the future is most encouraging.

R. MACAULAY,
President.

T. B. MACAULAY,
Secretary.

S. H. EWING,
Vice-President.

The Sun Life of Canada is
"Prosperous and Progressive."