

FEDERAL LIFE ASSURANCE CO.

Twenty-Second Annual Statement.

The Twenty-second Annual Meeting of the Shareholders of the Federal Life Assurance Company, of Canada, was held at the head office of the Company in Hamilton, on Tuesday, March 1, 1904. The President, Mr. David Dexter, in the chair. The following Reports and Financial Statement were submitted:

DIRECTORS' REPORT.

Your Directors have the honour to present the report and Financial Statement of the Company for the year, which closed on the 31st December, 1903, duly vouched for by the auditors.

The new business of the year consisted of one thousand nine hundred and fifty-seven applications for insurance, aggregating \$2,841,250, of which nineteen hundred and sixteen applications for \$2,748,172.50 were accepted.

As in previous years, the income of the Company shows a gratifying increase, and the assets of the Company have been increased by \$251,572.89, and have now reached \$1,893,960.70, exclusive of guarantee capital.

The security for policyholders, including guarantee capital, amounted at the close of the year to \$2,763,960.70, and the liabilities for reserves and all outstanding claims, \$1,711,200, showing a surplus of \$1,052,760.70. Exclusive of uncalled guarantee capital, the surplus to policyholders was \$182,760.70.

Policies on seventy lives became claims through death, to the amount of \$130,234.62, of which \$2,000 was re-insured in other companies.

Including cash dividends and dividends applied to the reduction of premiums, \$41,770.78, with annuities, the total payments to policyholders amounted to \$204,018.49.

Careful attention has been given to the investment of the Company's funds, in first-class bonds, mortgage securities, and loans on the Company's policies amply secured by reserves. Our investments have yielded a very satisfactory rate of interest.

Expenses have been confined to a reasonable limit, consistent with due efforts for new business.

The results of the year indicate a most gratifying progress. Compared with the preceding year, the figures

submitted by the Directors for your approval show an advance of fifteen per cent. in assets.

The assurances carried by the Company now amount to \$14,945,249.56, upon which the Company holds reserves to the full amount required by law, and, in addition thereto, a considerable surplus.

The field officers and agents of the Company are intelligent and loyal, and are entitled to much credit for their able representation of the Company's interests. The members of the office staff have also proved faithful in the Company's services.

Your Directors regret to report the death of Mr. T. H. Macpherson, the second vice-president of the Company, and a valued member of the Executive Committee. The vacancy thus caused was filled by the election of the Rev. Dr. Potts.

DAVID DEXTER,

President and Managing Director.

AUDITORS' REPORT..

To the President and Directors of the Federal Life Assurance Company:

GENTLEMEN,—We have carefully audited the books and records of your Company for the year ending 31st December last, and have certified to their accuracy.

The cash and journal vouchers have been closely examined and agree with the entries recorded.

The debentures, bonds, etc., in the possession of the Company have been inspected, whilst those deposited with the Government or Banks have been verified by certificate, the total agreeing with the amount as shown in the statement of assets.

The accompanying statements, viz., revenue and assets and liabilities, show the result of the year's operations, and, also, the financial position of the Company.

Respectfully submitted,

P. S. STEPHENS, } *Auditors.*
CHARLES STIFF, }

HAMILTON, 1st March, 1904.

FINANCIAL STATEMENT FOR 1903.

Premium and Annuity Income.. . . .	\$497,931 77
Interest and Rents.. . . .	76,264 63

\$574,196 40

Paid to Policyholders.. . . .	\$204,018 49
All other payments.. . . .	172,378 68
Balance.. . . .	197,799 23

\$574,196 40

ASSETS—December 31, 1903.

Debentures and Bonds.. . . .	\$549,742 20
Mortgages.. . . .	639,431 93
Loans on policies, bonds, stocks, etc.. . . .	280,538 58
All other Assets.. . . .	424,247 99

\$1,893,960 70

LIABILITIES.

Reserve Fund.. . . .	\$1,641,509 38
Claims awaiting proofs.. . . .	38,500 00
Other Liabilities.. . . .	31,190 62
Surplus on Policyholders' Account	182,760 70

\$1,893,960 70

Assets.. . . .	\$1,893,960 70
Guarantee Capital.. . . .	870,000 00

Total Security.. . . . **\$2,763,960 70**

Policies were Issued Assuring.. . . .	\$2,748,172 50
Total Insurance in force	\$14,945,249 56

The foregoing Reports and Statements were received and adopted on the motion of President, David Dexter, seconded by Vice-President Lieut.-Col. Kerns.

The retiring Directors were re-elected, and at a subse-

quent meeting of the Directors the following officers were re-elected: Mr. David Dexter, president and managing-director; Lieut.-Col. Kerns and Rev. Dr. Potts, vice-presidents.