

We have also to acknowledge to the shareholders the efficacy of services rendered by our staff of officers; their fidelity and attentive work have reflected credit to the institution.

Considering the general depression and stagnancy that has existed over the trade during the year, we hope the shareholders will be satisfied at our results, although they have not reached our expectations; profits realized are fair.

By order of the board.

J. GRENIER,
President.

Montreal, 1st March, 1890.

GENERAL STATEMENT AT CLOSE OF BUSINESS, 28TH FEBRUARY, 1890.

Dr.

To circulation	\$ 734,274 00
Deposits not bearing interest....	1,436,768 95
Deposits bearing interest	2,474,869 55
Amount due to other banks	120,054 34
Capital paid up....\$1,200,000 00	
Reserve fund.....	400,000 00
Profit and loss	50,208 39
Dividend No. 88 payable March 3, '90	36,000 00
Unclaimed dividends	6,085 57
	<u>\$1,692,294 06</u>
	\$6,458,260 90

Cr.

By specie.....	\$ 73,876 96
Dominion notes.....	295,143 00
Notes and cheques on other banks	197,130 62
Balances due by other banks....	39,840 32
Call and short loans on stock and bonds	552,175 19
Immediately available.....	\$1,158,166 59
Loans and discounts current ..	5,091,437 06
Notes and bills overdue, secured.	13,315 42
“ “ “ unsecured	16,350 54
Mortgages and hypothèques	87,240 85
Real estate	38,305 70
Bank premises	54,444 74
	<u>\$6,458,260 90</u>

J. S. BOUSQUET, Cashier.

We, the undersigned auditors, named at the last annual general meeting of the shareholders, after having examined the books, verified the specie and legal tenders on hand, in a word, after having taken cognizance of the assets and liabilities of the corporation of La Banque du Peuple, have the honor to report that we have found the whole to be correct and in accordance with the above statements.

P. P. MARTIN, } Auditors.
NOLAN DELISLE, }

Montreal, 1st March, 1890.

An innovation upon the usual procedure, of the president moving, and the vice-president seconding the adoption of the report, Mr. John Crawford, with the concurrence of the chairman, moved the adoption of the directors' report apart from the auditors' report. Mr. Armstrong seconded, and the directors' report was adopted.

Mr. Morrison and Mr. Armstrong moved and seconded the adoption of the auditors' report, which was carried. After votes of thanks to directors and auditors the meeting adjourned.

FEDERAL BANK OF CANADA.

The following statement has been issued to the shareholders of the Federal Bank of Canada by the managers of the bank in liquidation, viz., Mr. H. C. Hammond, president, the directors, and the general manager, Mr. Yarker.

PROFIT AND LOSS ACCOUNT FOR THE THREE MONTHS ENDING FEB. 28TH, 1890.

Debit.

Balance at debit Nov. 30, 1889....	\$265,176 46
Law costs, law on rentals, closed offices, etc	194 20
Loss on bank furniture	1,015 85
Loss on real estate sold	1,717 42
Loss on loans (principally on winding up an old large account at Winnipeg, being one of the accounts referred to in last annual report	20,435 73
	<u>\$288,539 66</u>

Credit.

Profits for the three months, after deducting cost of management.. 4,146 20

Debit balance carried forward..\$284,393 46

GENERAL STATEMENTS, NOV. 30, 1889, AND FEB. 28, 1890.

Liabilities.

	Nov. 30.	Feb. 28.
Notes of the bank in circulation..	\$ 26,529 00	\$ 22,834 00
Deposits not bearing interest....	7,650 02	7,291 15
Former dividends unclaimed	157 85	157 85
Balance on 1st dividend on account of "capital stock returned" (checks not yet presented)		21,840 00
Reserved for expenses	732 00	732 00
Total liabilities exclusive of capital	35,068 87	52,855 00
Reserved for interest on unmatured business paper		3,453 62
Capital	1,250,000 00	1,125,000 00
	<u>\$1,285,068 87</u>	<u>\$1,181,308 62</u>

Assets.

Cash and balances due by other banks (bearing interest)	\$ 14,299 48	\$ 76,259 31
Loans and bills discounted current	785,985 99	616,459 66
Loans and bills discounted overdue, not specially secured....	28,101 55	26,821 69
Loans and bills discounted overdue, secured....	58,582 58	36,826 38
Real estate	74,332 93	87,813 22
Mortgages upon real estate	9,671 18	8,944 35
Bank premises (safes and furniture)	3,015 85	1,700 00
Other assets not included under foregoing heads.	45,302 85	42,093 55
Total estimated assets	\$1,019,892 41	\$896,915 16
Debit balance of profit and loss account carried forward	265,176 46	284,393 46
	<u>\$1,285,068 87</u>	<u>\$1,181,308 62</u>

FEDERAL LIFE ASSURANCE CO.

The eighth annual meeting of the shareholders of this company was held at its head office in Hamilton, on Tuesday, March 4, at one o'clock p.m., the president in the chair, when the following report was read:—

REPORT.

Your directors have the pleasure to submit for your consideration the eighth annual report of the company, accompanied by a statement of the receipts and disbursements for the year, and the assets and liabilities on December 31, 1889.

During the year 1,332 applications were received for \$2,977,590 of insurance. Of the applications received 1,234 were accepted, and policies issued thereon to the amount of \$2,693,500.

The remaining ninety-eight applications for \$279,000 of insurance were declined because the risks were not up to the standard maintained by the company, or were incomplete at the close of the year.

The aggregate amount of insurance in force on the company's books at the end of the year was \$10,829,837, under 4,123 policies, an increase of 10 per cent. on the amount in force at the end of 1888.

The income for the year was \$215,487.56 as against \$190,867.71 for 1888. In view of the depressed condition of affairs throughout a considerable portion of the country, and the

addition of both foreign and home companies as competitors for business, the progress made by this company is a source of gratification.

Thirty policies became claims for \$123,550, of which amount \$23,000 was re-insured in other companies, making the net amount \$100,550. Of these losses three were due to death by accident.

Had the policies which became claims averaged no more in amount than the average policy in force, deducting re-insurance, the loss would have been but \$75,200. The law of average will correct and equalise any temporary fluctuation of this character.

In proportion to the number of policies in force the number of claims by death during the year compares favorably with those of other Canadian companies, several of which report a greater percentage.

The expenses of the company to amount of new insurance written and to amount in force evidence the care and economy exercised in its management.

Policy-holders of the company have every reason to be satisfied and pleased with the results in their behalf, as the principal portion of the premium income for the year was returned to them in dividends and in payment of death claims.

All of the accounts of the company covering the items entering into the financial statement have been examined in every particular and verified by the auditors, whose certificates are submitted herewith.

The accompanying statement of assets and liabilities on December 31 last, shows, exclusive of the large amount of our uncalled guarantee capital, a surplus of \$60,777 for the security of policy-holders, or \$156 of assets to every \$100 liabilities, to show them.

Taking into account the nominal liability of paid-up capital, there was at that time an impairment due to the peculiarity before mentioned in connection with the amounts of the policies which became claims in that year. To obviate the possibility of objection or question on account of a temporary impairment of capital, certain of your directors have, since the commencement of this year, contributed \$24,000 to the funds of the company, for which there is no lien of any kind upon the assets or business of the company, nor liability except upon future dividends to shareholders. This amount added to the surplus to policy-holders at the close of last year makes a present surplus of \$84,777, being \$4,670 in excess of paid-up capital, and with the uncalled guarantee capital, makes the surplus to policy-holders \$704,787.61.

FINANCIAL STATEMENT FOR THE YEAR ENDING 31ST DECEMBER, 1889.

Income.

Ledger assets, January 1st, 1889..	\$144,453 37
Capital stock	195 00
Premiums net.....	208,782 64
Interest and rents	6,479 82
	<u>215,457 56</u>
	\$359,910 93

Disbursements.

Paid claims by death, re-insurance deducted..	\$ 98,550 00
Dividends to policy-holders	65,668 50
Surrendered policies ..	604 78
Total paid to policy-holders.....	\$164,823 28
Commissions, salaries, advertising, printing and other disbursements	63,797 51
Total disbursements	<u>228,620 89</u>
	\$131,290 04

Assets.

Municipal debentures and bonds..	\$ 56,432 33
First mortgages on real estate	34,141 00
Loans on policies ..	3,339 87
Cash on hand and in banks	26,543 51
Other ledger assets..	10,833 33
	<u>\$ 131,290 04</u>
Premiums deferred and in course of collection (10 per cent. deducted)...	22,204 61
Re-insurance (since paid) and other assets	15,008 28
Assets January 1st, 1890.....	\$ 168,502 93