

FIFTY-SEVENTH ANNUAL REPORT

The London Mutual Fire Insurance Co. of Canada

DIRECTORS' REPORT

To the Shareholders and Members of the London Mutual Fire Insurance Co., of Canada.

Your Directors herewith submit the Fifty-seventh Annual Statement and Balance Sheet, duly certified by the Auditor, showing the receipts and expenditures for the year, as well as the Assets and Liabilities of the Company as at December 31st, 1916.

The operations of the Company for the year 1916 resulted in a profit of \$10,694.30, after providing for all bad and doubtful debts and outstanding liabilities.

The re-insurance reserve, full Government Standard, stood at \$272,332.45, the Cash Surplus \$115,903.51, and the Capital Stock paid up at \$17,500. The Total Cash Security for Policyholders was \$471,116.83, in addition to which there is the Unassessed Portion of Premium Notes which amounts to \$247,491.93, making the total Security to Policyholders \$718,608.76, and a total Surplus to Policyholders of \$380,895.44.

The sum of \$28,792.25 has been written off the value of the Company's Securities in order that they might conform with the standard fixed by the Dominion Government. The securities held by the Company are now valued on a most conservative basis and your Directors hope that future years will show an appreciation in this item in the balance sheet.

The retiring Directors are G. H. Williams, W. T. Kernahan and W. G. Willoughby, all of whom are eligible for re-election.

Your Directors desire to thank the Agents of the Company for their support, and they also wish to express their appreciation of the work of the field and office staffs during the past year.

All of which is respectfully submitted.

A. H. C. CARSON, President.

Toronto, 24th February, 1917.

FINANCIAL STATEMENT as at 31st DECEMBER, 1916

EXPENDITURE		INCOME	
To Claims Paid and Outstanding	\$341,317.32	By Gross Premiums	\$670,380.37
Less Reinsurance Recoverable		Less Cancellations and Rebates	\$90,512.15
and Salvage	58,434.00	Less Re-insurance Premiums	216,184.33
	\$282,883.32		306,696.48
To Expenses, Commissions, etc.	166,817.38		\$363,683.89
To Profit on Business of year 1916	10,694.30	By Transfer Fees	183.50
		By Profit on Sale of Securities	1,007.39
		By Bad Debts Recovered	4,003.30
		By Amount released from Reinsurance Reserve	81,728.79
		By Interest and Dividends on Investments	9,788.13
			<u>\$460,395.00</u>
	<u>\$460,395.00</u>		
ASSETS		LIABILITIES	
Cash on hand and on deposit	\$ 52,004.48	Reserve for Unadjusted Losses	\$13,945.48
Bonds, Debentures and Stocks, Book Value (Based on Government Standard of Values as at January 1st, 1916)	\$238,190.94	Due for Re-insurance	41,461.21
Less amount written off to conform with Government Standard as at January 1st, 1917	28,792.25	Government Taxes Accruing	5,048.00
	209,398.69	Sundry Accounts	1,073.06
Mortgages Receivable	17,277.50	Provision for Agents' Bonuses	3,000.00
Call Loan	1,200.00	Interest Accrued on Mortgage on Building	853.12
Agents' Balances	56,428.59		\$ 65,380.87
Due on Reinsurance	2,942.17	Re-insurance Reserve, Full Government Standard	272,332.45
Interests and Rents Accrued	2,490.69		<u>\$337,713.32</u>
	<u>\$341,742.12</u>	Capital Stock Paid Up	\$ 17,500.00
Real Estate and Buildings	\$166,576.22	Surplus Account	115,903.51
Less Reserve for Depreciation	3,701.51	Unassessed Portion of Premium Notes	247,491.93
	\$162,874.71		
Less Mortgage Payable	45,000.00	Surplus to Policyholders	380,895.44
	<u>\$117,874.71</u>		
Office Furniture and Good's Plans	\$25,096.77		
Less Reserve for Depreciation	13,596.77		
	11,500.00		
	129,374.71		
Unassessed Portion of Premium Notes	247,491.93		
	<u>\$718,608.76</u>		
			<u>\$718,608.76</u>

All my requirements as Auditor have been complied with.

J. P. LANGLEY, F.C.A., Auditor.
Toronto, 19th February, 1917.