London Mutual Fire Insurance Company of Canada.

FIFTY-FIRST ANNUAL REPORT FOR THE YEAR ENDING DECEMBER 31st, 1910.

DIRECTORS' REPORT.

To the Shareholders and Members of The London Mutual Fire Insurance Company of Canada—

Your Directors have pleasure in submitting to the Shareholders and Members their Fifty-first Annual Statement and Balance Sheet, duly certified by the Auditor for the year ending December 31st, 1910.

While the losses during the first half of the yea were below the average, the second half was marked by numerous destructive individual fires, following each other in quick succession and involving heavy insurance losses.

In addition to the above we have to report two conflagrations, viz., Campbellton, N.B., and Victoria, B.C., in both of which we were interested.

Owing to the change in our mutual system, which became operative January 1st, 1910, our figures indicate a reduction in our premium income. This, however, is only an apparent reduction, and by 1912 normal conditions will again have been restored. Another result of this change will be that the unearned premium reserve on our mutual business is now based on the cash actually received during the year, thus placing us on an equal footing for the fir t time, with the other companies operating under a Dominion license.

Separating the cash from the mutual business entirely, our Cash Assets show an increase of $68,881.56, and now stand at $624,712.83, while our S rplus, over all liabilities, including Capital Stock is $239,520.59.

Combining the Premium Notes with the Cash ou total Assets show $955,307.74, and a Surplus of $570,115.50.

The invested Assets show a very satisfactory growth, while our interest earnings have risen to $21,435.85 during the year.

During the year there were issued 41,265 policies (new and renewals), covering $69,174,316.00, on which were collected gross premiums of $823,080.04 and the total amount at risk on December 31st was $101,978,496.00.

In view of the increased fire waste during the year throughout Canada and the United States generally, your Directors feel that the results obtained afford Shareholders and Members substantial evidence as to the conservative policy pursued by the management.

D. WEISMILLER,
President and Managing Director.

Dated, Toronto, February 11th, 1911.

FINANCIAL STATEMENT.

EXPENDITURE.

To Gross Losses paid	$347,335.26	
Less Reinsurance recovered	129,642.89	
Net losses		$217,692.37
To Unadjusted Losses, estimated		23,320.43
To Expenses, including Commissions, Taxes, Salaries, etc.		150,078.92
		$391,091.72
Balance		45,547.41
		$436,639.13

INCOME.

By Gross Premiums	$823,080.04	
Less Cancellations and Reinsurance	410,927.07	
		$412,152.97
By Interest Dividends, etc.		21,435.85
By Profit from Sale of Securities		1,968.72
By Transfer Fees, etc.		1,081.58
		$436,639.13

ASSETS.

Bonds, Debentures and Stocks		$284,090.25	
Cash in Bank and on Hand		158,515.08	
Mortgage Loans		93,401.50	
Assessments Accruing and in Process of Collection		22,454.43	
Accounts Receivable for Reinsurance		22,225.97	
Agents' Balances		22,112.56	
Office Furniture and Goad's Maps	$14,008.93		
Less Written off	2,696.67		
		11,312.26	
Interest Accrued		5,644.28	
Real Estate		4,958.50	
			$624,712.83
Unassessed Premium Notes Available if Required for Payment of Losses and Expenses			330,594.91
Total Assets			$955,307.74

LIABILITIES.

Reserve for Unadjusted Losses	$23,320.43	
Due for Reinsurance	34,402.84	
Reinsurance Reserve (Full Government Standard)	309,968.97	
Capital Stock Paid up	17,500.00	
Total Liabilities		$385,192.24
Cash Surplus over all Liabilities, including Capital Stock	$239,520.59	
Total Surplus, including Unassessed Notes amounting to	330,594.91	570,115.50
		$955,307.74

A. T. PLATT,
Secretary.

SECURITY FOR POLICYHOLDERS.

Reserve for Unearned Premiums	$309,968.97
Capital Stock, Paid and Unpaid	100,000.00
Surplus, December 31st, 1910	570,115.50
	$980,084.47