

Forty-Seventh Annual Statement OF The Royal Bank of Canada

GENERAL STATEMENT 30th November, 1916.

LIABILITIES.

TO THE PUBLIC:	
Deposits not bearing interest	\$59,365,396.12
Deposits bearing interest, including interest accrued to date of statement	140,862,199.46
	\$200,227,595.58
Notes of the Bank in Circulation	18,178,228.49
Balances due to other Banks in Canada	\$1,464,467.85
Balances due to Banks and Banking Correspondents in the United Kingdom and foreign countries	6,683,108.63
	8,147,576.48
Bills Payable	478,392.16
Acceptances under Letters of Credit	452,677.26
	\$227,484,469.97
TO THE SHAREHOLDERS:	
Capital Stock Paid in	12,000,000.00
Reserve Fund	\$12,560,000.00
Balance of Profits carried forward	852,346.28
	13,412,346.28
Dividend No. 117 (at 12 per cent. per annum), payable December 1st, 1916	\$359,840.71
Dividends Unclaimed	4,770.25
	364,610.96
	\$253,261,437.21

ASSETS

Current Coin	\$16,072,763.38
Dominion Notes	14,249,110.25
	\$30,321,873.63
Deposit in the Central Gold Reserves	\$6,500,000.00
Deposit with the Minister for the purposes of the Circulation Fund	595,340.00
Notes of other Banks	3,857,573.80
Cheques on other Banks	11,805,598.55
Balances due by other Banks in Canada	1,199.79
Balances due by Banks and Banking Correspondents elsewhere than in Canada	5,092,067.54
Dominion and Provincial Government Securities, not exceeding market value	1,029,374.10
Canadian Municipal Securities and British, Foreign and Colonial Public Securities other than Canadian, not exceeding market value	14,012,089.69
Railway and other Bonds, Debentures and Stocks, not exceeding market value	15,464,604.22
Bonds, Debentures and stocks	11,076,005.90
Loans (thirty days) Loans elsewhere than in Canada	21,372,026.45
	\$121,127,663.67
Other Current Loans and Discounts in Canada (less rebate of interest)	86,936,631.39
Other Current Loans and Discounts elsewhere than in Canada (less rebate of interest)	37,928,027.25
Overdue Debts (estimated loss provided for)	466,640.93
	\$125,331,299.57
Real Estate other than Bank Premises	1,095,473.24
Bank Premises, at not more than cost, less amounts written off	5,138,398.14
Liabilities of Customers under Letters of Credit, as per contra	452,677.26
Other Assets not included in the foregoing	115,915.33
	\$253,261,427.21

H. S. HOLT,
President.

EDSON L. PEASE,
Managing Director.

C. E. NEILL,
General Manager.

AUDITORS' CERTIFICATE

We Report to the Shareholders of The Royal Bank of Canada: That in our opinion the transactions of the Bank which have come under our notice have been within the powers of the Bank. That we have checked the cash and verified the securities of the Bank at the Chief Office at 30th November, 1916, as well as at another time, as required by Section 56 of the Bank Act, and that we found they agreed with the entries in the books in regard thereto. We also during the year checked the cash and verified the securities at the principal branches. That the above Balance Sheet has been compared by us with the books at the Chief Office and with the certified returns from the Branches, and in our opinion is properly drawn up so as to exhibit a true and correct view of the state of the Bank's affairs according to the best of our information and the explanations given to us and as shown by the books of the Bank. That we have obtained all the information and explanations required by us.

JAMES MARWICK, C.A.,
S. ROGER MITCHELL, C.A., Auditors,
of Marwick, Mitchell, Peat and Co.

Montreal, Canada, December 18th, 1916.

PROFIT AND LOSS ACCOUNT.

Balance of Profit and Loss Account, 30th November, 1915	\$676,472.16
Profits for the year, after deducting charges of management and all other expenses, accrued interest on deposits, full provision for all bad and doubtful debts and rebate of interest on unmatured bills	2,111,307.65
	\$2,787,779.81

Appropriated as follows:—

Dividends Nos. 114, 115, 116 and 117, at 12 per cent. per annum	\$1,417,207.02
Transferred to Officers' Pension Fund	100,000.00
Written off Bank Premises Account	250,000.00
War Tax on Bank Note Circulation	118,226.51
Contribution to Patriotic Fund	50,000.00
Balance of Profit and Loss carried forward	852,346.28
	\$2,787,779.81

H. S. HOLT,
President.
Montreal, 18th December, 1916.

EDSON L. PEASE,
Managing Director.

C. E. NEILL,
General Manager.

Royal Bank Report

An unusually favorable report has just been presented by the Royal Bank. There are gains in net earnings, deposits, total assets and in all departments of the bank's activities. The gain in total assets is over \$55,000,000, and in net earnings \$205,000.

Comparisons of profit and loss figures for three years are given in the following table:

	1916.	1915.	1914.
Profits	\$2,111,307	\$1,905,576	\$1,886,142
Prev. bal.	676,472	614,062	1,015,119
Total	\$2,787,779	\$2,519,638	\$2,901,262
Less:—			
Divid.	\$1,417,207	\$1,387,200	\$1,387,200
Pension F.	100,000	100,000	100,000
Premises	250,000	250,000	250,000
War tax	118,226	105,966
Deprec.	500,000
Patriotic F.	50,000	50,000

Total ded.	\$1,935,433	\$1,843,166	\$2,287,200
Bal. P. and L.	\$852,346	\$676,472	\$614,062

Some leading comparisons of the balance sheets of the past two years follow:

Liabilities.		1916.	1915.
Deposits dem.	\$	59,365,396	\$ 37,456,997
Do. notice		140,862,199	117,519,330
Do. total		200,227,595	154,976,327
Circulation		18,178,228	14,224,866
Public liab.		227,484,469	173,148,927
Total liab.		253,261,427	198,299,123

Assets.		1916.	1915.
Specie	\$	16,072,763	\$ 15,946,289
Dom. notes		14,249,110	12,977,390
Cent. gold res.		6,500,000	3,000,000
Total cash		36,821,873	31,923,680
Securities		30,506,068	18,629,041
Balances, etc.		20,756,339	14,811,280
Call loans, Can.		11,076,005	9,136,509
Do. abroad		21,372,026	9,815,950
Do. total		32,448,031	18,952,459
Total liquid		121,127,663	84,894,462
Curr. loans Can.		86,936,631	82,004,872
Do. abroad		37,928,027	24,547,762
Do. overdue		466,640	517,865
Do. total		125,331,299	107,070,499
Total assets		253,261,427	198,299,123

NEW BRITISH GOVERNMENT OFFERING IN JAPAN.

It is announced from London that an issue of British Government Exchequer Bonds to the amount of 100,000,000 yen (£10,000,000) will be made in Japan. The object secured by this issue is the provision of dollars by remitting the proceeds to America, and so taking advantage of the present state of exchange between Japan and New York.

The Japanese Government in July last provided the British Treasury with \$50,000,000 on British Treasury bills. Now it is the Japanese public that is providing the fund, and a syndicate of eighteen Japanese banks, headed by the Yokohama Specie Bank, was formed under the auspices of the Japanese syndicate. The result was that only one exchange of views between the governor of the Bank of England and the Financial Commissioner of the Japanese Government in London sufficed to conclude the whole arrangement, which is settled on the most favorable terms to the British Government.

The Japanese syndicate asked for no collateral for the loan, and are undertaking the issue simply for the actual costs. The Japanese Government, in co-operation with the Bank of Japan and the Yokohama Specie Bank, has undertaken to remit the whole proceeds of the loan for the British Government to America.

"The British Government Yen Exchequer Bonds," which are of three years' currency, will be on the basis of 6 per cent per annum, and will be issued at par. The first instalment of payment by subscribers on December 15 will be 30,000,000 yen, and the balance will be paid on January 15. The service of the loan will be effected at the offices of the Yokohama Specie Bank in Japan without deduction for any British taxes, present or future.

Advices from Tokyo state that the loan is most popular, and that one-third the amount required was subscribed in the first six hours.