The Ontario Accident Insurance Co.

EIGHTH ANNUAL REPORT

The directors beg to submit to the shareholders the eighth annual report of the company's affairs, together with the statement of the accounts for the year ending December 31st, 1903, and have pleasure in again drawing attention to the substantial increase in its transactions; and also to the very satisfactory results indicated by the abstracts.

The net income from premiums, after deducting $9,320.95 for re-insurance, was $169,060.08.

The income received from investments amounted to $1,891.13.

During the year the company paid under its policies 1,751 claims; the total, after deducting $2,698.21 received from re-insuring companies, amounted to $70,275.54.

The Revenue Account, submitted herewith, after debiting all charges and expenses, shows a balance of $30,950.28. This has been applied as follows:—$17,500 to reserve; $10,000 to contingency account; $2,621 in payment of Dividend No. 6; $828.58 unappropriated.

The reserve fund stands now at $45,500 and the contingency fund at $10,000.

The company's paid-up capital is at this date $43,695. The securities deposited with the Receiver-General at Ottawa are $35,231.80.

The premium income shows an increase of $52,436.56 over that of 1902.

During the year the directors had occasion to regret the loss by death of two of their fellow-members, Lieut.-Col. R. E. C. Jarvis and Mr. R. Shaw Wood, both of whom had been connected with the company since its foundation. The vacancies thus created will be filled at to-day's meeting.

All of which is respectfully submitted.

LARRATT W. SMITH, President.

BALANCE SHEET—DECEMBER 31ST, 1903.

SHAREHOLDERS' CAPITAL.

Liabilities:			
2,051 shares subscribed..... $102,550 00			
Payments thereon	......		$ 43,695 00
Reserve fund	......	$ 45,500 00	
Contingency account	......	10,000 00	
Dividend No. 6, payable 1st February, 1904	......	2,621 70	
Balance revenue account...	......	828 58	
			58,950 28
Re-insurance accounts outstanding................			778 43
			$103,423 71

INVESTED FUNDS.

Assets:			
Bonds—City of St. John, N.B.	$ 5,000 00	$ 5,112 50	
Bonds—Province of New Brunswick	7,500 00	7,880 25	
Bonds—City of Woodstock, Ont.	5,000 00	5,075 00	
Bonds—City of Brantford, Ont.	5,000 00	5,100 00	
Bonds—City of Toronto, Ont.	4,866 00	5,105 61	
Bonds—Province of British Columbia	5,000 00	5,250 00	
Bonds—Province of Manitoba	4,866 00	5,562 59	
Bonds—Province of P. E. Island	5,000 00	5,238 50	
	$ 42,232 00		
Cost price of bonds................................			$ 44,324 45

UNINVESTED FUNDS.

Deposit in Merchants Bank............	$ 14,046 05	
Deposit in Central Canada L. and S. Co.	2,563 30	
Cash on hand in office.................	5,498 68	
Bills receivable and accounts receivable.	3,380 37	
		$ 25,488 40
Interest accrued		147 24
Agents' balances		33,463 62
		$103,423 71

REVENUE ACCOUNT—DECEMBER 31ST, 1903.

Premiums received	$186,005 65		
Less rebates	7,219 62		
		$178,786 03	
Interest received	1,743 89		
Interest accrued	147 24		
		1,891 13	
Reservation from 1902 for unreported losses (contingency account)		8,000 00	
			$188,677 16

EXPENDITURES.

Claims payments	$ 72,973 75		
Contributed by re-insurers.	2,698 21		
		$ 70,275 54	
Elevator inspections	505 55		
Re-insurance	9,320 95		
		9,826 50	
Directors' and auditors' fees	635 00		
Agents' commission, printing and general expenses	76,259 28		
Provincial licenses, etc. ...	1,464 71		
		78,358 99	
			$158,4[illegible] 03
Surplus for 1903..			30,216 13
Brought forward from 1902........................			734 15
			$ 30,950 28

APPROPRIATION.

For sixth dividend..................	$ 2,621 70	
To reserve fund........................	17,500 00	
To contingency account...............	10,000 00	
		30,121 70
Balance unappropriated		$ 828 58

Audited and found correct.

CLARKSON & CROSS,
Auditors.

Toronto, January 28th, 1904.

The eighth annual meeting of the shareholders was held at the company's offices, No. 3 Toronto Street, Toronto, on Monday, the 22nd of February, 1904, at 2 o'clock p.m.

The following shareholders were present:—J. N. Shenstone, J. P. Steedman (Hamilton), A. W. Thomas, A. L. Eastmure, G. H. Muntz, G. W. Monk, E. T. Lightbourn, J. F. Smith, F. J. Lightbourn, G. L. Smith, and fifty-two shareholders, represented by proxy.

The chair was occupied by the vice-president and managing director, Mr. A. L. Eastmure, and Mr. F. J. Lightbourn, the secretary, acted as secretary of the meeting.

The notice calling the meeting having been read by the secretary, the vice-president submitted the report, together with the financial statements (the latter being read by the secretary) and said:—

"Gentlemen,—At our last annual meeting the president remarked, as a matter of mutual interest, that the results of the business for 1902 were, perhaps, the most satisfactory in the company's history. That distinction may now fairly be claimed on behalf of the year just ended, as our growth in income and resources during 1903 exceeds greatly that of any previous year.

"Last year reference was made to the steady growth of our annual income, and it may be of interest to repeat these figures. The increase has been as follows:—

Premiums, 1896...	$ 24,784 60	Premiums, 1900..	$ 88,493 83
Premiums, 1897...	31,440 56	Premiums, 1901..	108,624 77
Premiums, 1898...	46,125 88	Premiums, 1902..	126,349 47
Premiums, 1899...	71,857 36	Premiums, 1903..	178,786 03

"The income from premiums on new and renewal risks since the company commenced business now amounts, in the aggregate, to $676,464.50.

"The beneficiaries under the company's policies, as at December 31st last, numbered, in all, 6,733; and the payments made to them amounted to $289,983.50, showing an average loss percentage on all transactions, covering the eight years during which the company has been in operation, of 42.08 per cent.

"Claims were received during 1903 from 1,751 persons, for sums aggregating $72,973.75, all of which were adjusted and paid with the customary promptness.

The report was unanimously adopted.

On motion Messrs. Clarkson & Cross were reappointed auditors for the ensuing year.

Mr. A. W. Thomas and Mr. E. T. Lightbourn, having been appointed scrutineers, reported the following gentlemen elected as directors: Larratt W. Smith, A. L. Eastmure, W. H. Pearson, J. Herbert Mason, J. N. Shenstone, F. J. Lightbourn, Thomas Fyshe (Montreal), J. F. Smith, K.C., and G. W. Monk.

At a meeting of the directors, held immediately after the annual meeting, Dr. Larratt W. Smith was re-elected president, and Mr. A. L. Eastmure vice-president of the company. Executive Committee—Messrs. Larratt W. Smith, A. L. Eastmure and W. H. Pearson.