

FEDERAL LIFE ASSURANCE CO.

Twenty - First Annual Statement.

DIRECTORS' REPORT.

The new business of the year consisted of two thousand and twelve applications for insurance, aggregating \$2,866,600, of which nineteen hundred and forty-three applications for \$2,739,625 were accepted; applications for \$126,975 were rejected or held for further information.

As in previous years, the income of the Company shows a gratifying increase, and the assets of the Company have been increased by \$192,462 31, and have now reached \$1,642,387.81, exclusive of guarantee capital.

The security for Policyholders, including guarantee capital, amounted at the close of the year to \$2,512,387.81, and the liabilities for reserves and all outstanding claims, \$1,474,740.48, showing a surplus of \$1,037,647.33. Exclusive of uncalled guarantee capital, the surplus to Policyholders was \$167,647 33.

Policies on sixty-one lives became claims through death, to the amount of \$132,328.88, of which 16,048.54 was reinsured in other companies; a rate of mortality considerably under that provided for.

Including Cash Dividends and Dividends applied to the reduction of premiums, \$32,214.74, with annuities, the total payments to Policyholders amounted to \$201,411.68.

Careful attention has been given to the investment of the Company's funds in first-class bonds, mortgage securities, and loans on the Company's policies amply secured by reserves. Our investments have yielded better than the average results of Insurance Companies doing business in Canada.

Expenses have been confined to a reasonable limit, consistent with due efforts for new business.

The results of the year indicate a most gratifying progress in every desirable direction. Compared with the preceding year, the figures submitted by the Directors for your approval show an advance of eleven per cent. in income, thirteen per cent. in assets, and fourteen per cent. in the amount of insurance written.

The assurances carried by the Company now amount to \$13,981,577.56, upon which the Company holds reserves to the full amount required by law, and, in addition thereto, a considerable surplus.

The field officers and agents of the Company are intelligent and loyal, and are entitled to much credit for their able representation of the Company's interests. The members of the office staff have also proved faithful in the Company's service.

DAVID DEXTER,

President and Managing Director.

AUDITORS' REPORT.

To the President and Directors of the Federal Life Assurance Company:

Gentlemen:—We have made a careful audit of the books of your Company for the year ending 31st December, 1902, and have certified to their correctness.

The securities have been inspected and compared with the ledger accounts and found to agree therewith.

The financial position of your Company as on 31st December is indicated by the accompanying statement.

Respectfully submitted,

H. S. STEPHENS, } Auditors.
J. J. MASON, }

HAMILTON, 3rd March, 1903.

FINANCIAL STATEMENT FOR 1902.

Premium and Annuity Income.....	\$481,203 80
Interest and Rents.....	71,297 86
	\$552,501 64
Paid to Policyholders.....	201,411 68
All other payments.....	167,692 00
Balance.....	183,397 98
	\$552,501 66

ASSETS—December 31, 1902.

Debentures and Bonds.....	\$371,100 86
Mortgages.....	665,822 95
Loans on Policies, Bonds, Stocks, etc.....	278,709 24
All other Assets.....	326,754 76
	\$1,642,387 81

LIABILITIES.

Reserve Fund.....	\$1,435,641 55
Death Losses awaiting proofs.....	18,000 00
Other Liabilities.....	21,098 93
Surplus on Policyholders' Account.....	167,647 33
	\$1,642,387 81

Assets.....	\$1,642,387 81
Guarantee Capital.....	870,000 00
	\$2,512,387 81
Total Security.....	\$2,739,625 00
Policies were Issued Assuring.....	\$13,981,577 56
Total Assurance in Force.....	

At the Annual Meeting of Shareholders, held at the Head Office of the Company in Hamilton on Tuesday, the 3rd of March, the foregoing reports and statement were received and adopted on the motion of President David Dexter, seconded by Vice-President Lieut.-Col. W. Kerns.

All the retiring Directors were re-elected, and at a subsequent meeting of the Directors the following officers were re-elected:—Mr. David Dexter, President and Managing Director; Lieut.-Col. Kerns and Mr. T. H. Macpherson, Vice-Presidents.