

was also decided to list our stock on the Winnipeg Stock Exchange.

Liabilities.

Capital paid up (subscription \$478,200)	\$429,863.90
Reserve	100,000.00
Profit and Loss	51,464.63
Debentures	242,225.40
Deposits	115,297.55
Dividend No. 42, payable January 2nd, 1909....	6,268.60
Sundry accounts in suspense	750.62
	<u>\$945,870.70</u>

Assets.

Loans, being first mortgages on improved Real Estate	\$920,826.69
Interest accrued and not yet due	3,780.91
Interest due and not yet paid	20,109.62
Office furniture	913.65
Bank of British North America	178.17
Cash on hand	61.66
	<u>\$945,870.70</u>

We beg to report that we have audited the books and accounts of the Association during the year 1908, verifying the cash receipts and payments on Loans and Savings Bank account, the balances of both accounts at the end of the year, with the General Bank account throughout. We have examined the mortgage securities taken during the year, all of which have been duly authorized and are in order; we have verified those discharged during the year; and finally we have inspected all the mortgage securities now held by the Association, which we have found likewise in order. And we hereby certify that the accompanying Statements and Balance Sheet exhibit a correct view of the affairs of the Association. Yours faithfully,

CLARKSON, CROSS & MENZIES, Auditors...

PROFIT AND LOSS ACCOUNT.

1908.	Debit.	
January 1, transferred to Reserve Fund.....	\$ 20,000.00	
February 1, to bonus dividend No. 38 at 3 per cent per annum	11,440.78	
March 1, to dividend No. 39 at 6 per cent per annum	5,932.88	
June 30, to dividend No. 40 at 6 per cent. per annum	6,062.08	
September 30, to dividend No. 41 at 6 per cent. per annum	6,131.88	
December 31, to dividend No. 42 at 6 per cent. per annum	6,268.60	
December 31, expense of management, including, salaries, office expenses, directors and auditors fees. \$10,910.60		
Rent of office, light, etc.....	1,004.14	
Advertising	611.46	
Inspection expenses and special valuation	606.00	
Municipal and Provincial Tax.....	788.38	
Staff and Agent's Bond	235.56	
	<u>14,156.14</u>	
To amount written off for possible loss.....	2,254.92	
To balance	51,464.63	
	<u>\$123,711.91</u>	

Credit.

January 21, balance brought forward	\$ 37,276.08
Net Premiums on Stock sold, etc.....	11,843.12
Profits for year ending December 31, 1908.....	74,592.71
	<u>\$123,711.91</u>

THE NORTHERN LIFE ASSURANCE CO'Y OF CANADA.

Twelfth Annual Report Presented to the Shareholders at the Annual Meeting of the Company, Held February 1st, 1909.

The directors beg leave to submit their report of the business of the company of the year 1908, together with the duly audited balance sheet.

Each year since the incorporation of the company the business has shown the anticipated progress, and during the year 1908 a similar result is apparent.

The following important facts are noted:—

The amount of insurance written	\$1,497,265 00
Being the largest amount written in any year.	
Insurance in force is	6,086,871 00
Being an increase of	532,172 00
The paid up capital is	303,865 50
Being an increase of	21,116 59
The net insurance reserve is	\$ 698,678 83
Being an increase of	111,459 26
The total assets amount to	\$1,018,288 97
Being an increase of	\$ 128,831 03

After paying all expenses, death claims, and adding to the reserve the sum of \$111,459 26, there remained a surplus of \$36,236.48, out of which two half-yearly dividends were paid at the rate of six per cent. per annum, still leaving a surplus over capital of \$15,744.66.

The company has a loyal and efficient staff in the field, to whose efforts much of the success attained is due, and the success of the past is the best assurance for the future.

All of which is respectfully submitted.

JOHN MILNE, T. H. PURDOM,
Managing Director. President.

FINANCIAL STATEMENT.

Income.

Cash on hand, January 1st, 1908....	\$ 66,760 70
Received on capital stock	21,116 59
	<u>\$ 87,877 29</u>
Premium income	\$189,080 89
Interest income	45,193 96
Stock premium income	3,299 82
Total business income	<u>\$237,574 67</u>
	<u>\$325,451 96</u>

Expenditure.

Death claims, endowments, and surrender values. \$	38,742 56
Taxes, provincial and municipal	2,666 58
Commissions, salaries, and advertising.....	64,865 34
Medical fees, rents, printing, etc.	11,565 31
Total	<u>\$117,839 79</u>
Increased investments and expenses thereon ...	157,304 03
Dividends to policyholders and shareholders....	20,687 97
Cash in banks and office	29,620 17
	<u>\$325,451 96</u>

Assets.

Loans on mortgages, debentures, etc.	\$884,675 37
Premiums under collection and deferred	72,881 91
Interest due and accrued	13,319 22
Other assets	17,792 32
Cash in banks and office	29,620 17
	<u>\$1,018,288 99</u>

Liabilities.

Net insurance reserve	\$698,678 83
Capital stock paid up	303,865 50
Surplus over all	15,744 66
	<u>\$1,018,288 99</u>

We, the undersigned, have carefully examined the foregoing financial exhibits of income, expenditure, assets and liabilities, and find them correct, and that they show the true state of the company's affairs. Vouchers for all items of expenditure have been furnished to us and carefully checked. We have also examined the mortgages and other securities and find the amounts as here represented.

WM. SIMSON,
M. H. ROWLAND,
Auditors.

The president, Mr. Purdom, in moving the adoption of the report, reviewed at some length the steady and solid advancement of the company since its commencement twelve years ago.

Mr. Long, of Toronto, first vice-president, in seconding the adoption of the report, stated that the company had surmounted all the difficulties experienced by every young company, was now on a permanent dividend paying basis, and that life insurance stock was a very desirable kind of investment.

Mr. Calvert, M.P., second vice-president; Mr. Jenkins, of Petrolia; Mr. Davis, of Windsor; Mr. Mackenzie, of Hyde