PHŒNIX ASSURANCE, CO.—*Continued.*

REVENUE ACCOUNT for the Year ending 31st December, 1905.

Reserve for Unexpired Risks from 1904	$ 2,897,140	Losses (less Re-Insurances) Paid and Outstanding	$ 3,453,605
Premiums (less Re-Insurances)	7,119,935	Commissions $ 1,409,575	
Income from Investments (less Income tax)	267,360	General Expenses 1,039,930	2,449,505
		Reserve for Unexpired Risks at 31st December, 1905	3,000,000
		Balance carried to profit and loss account	1,381,325
	$10,284,435		$10,284,435

PROFIT AND LOSS ACCOUNT.

Balance from last Account $ 1,148,040		Income Tax on Profits	$ 25,290
Less final Dividend @ $5.75 a Share on 53,776 Shares for 1904 309,210	$ 838,830	Bad Debts	8,090
Balance from Revenue Account	1,381,325	Interim Dividend @ $3 a Share on account of 1905	161,330
		Carried to Investment Reserve	150,000
		Carried to General Reserve	506,050
		Balance	1,369,395
	$2,220,155		$2,220,155

BALANCE SHEET at 31st December, 1905.

LIABILITIES.			ASSETS.	
Capital.—$13,444,000.			British Government Securities	$ 1,268,035
53,776 Shares of $250 each, $25 paid		$ 1,344,400	British Municipal Securities	165,000
Reserve for Unexpired Risks	$ 3,000,000		Colonial Government and State Securities	534,345
General Reserve	3,750,000		Colonial Municipal Securities	32,145
Investment Reserve	225,170		United States Government and State Securities	1,045,770
Balance of Profit and Loss Account	1,369,395	8,344,565	United States Municipal Securities	709,610
		$9,688,965	Other Foreign Government and State Securities	441,255
Unpaid Dividends		1,790	British and Foreign Railway Bonds and Debentures	1,742,090
Outstanding Losses		768,360	British and Foreign Railway Guaranteed and Preference Stocks and Shares	138,945
			Debentures and Preference Shares in Industrial and Financial Companies	483,285
			Mortgages on Property in the United Kingdom and Abroad	311,400
			The Company's Offices in London, and other Property in London and the Provinces, also the Company's Branch Offices at Birmingham, Bristol, Hamburg, Leeds Liverpool and Manchester	1,838,485
			The Company's Share in Salvage Corps Premises	89,395
			Cash at Bankers and Petty Cash in Hand	330,310
			Bills Receivable	77,105
			Branch & Agency Balances at Home & Abroad	1,221,285
$5.00 taken as equivalent to £1 sterling.			Interest and Dividends due	30,665
		$10,459,115		$10,459,115

In compliance with Clause 23 of the Companies Act, 1900, we certify that all our requirements as Auditors have been complied with. We report to the Shareholders that we have audited the Company's Books and Accounts for the year ending December 31, 1905; examined the Securities representing the Investments and seen Certificates verifying the Stocks and Shares deposited abroad. The Bank Balances have been verified. We are of opinion that the Balance Sheet is drawn up so as to exhibit a true and correct view of the state of the Company's affairs as shown by the Books of the Company.

CHATTERIS, NICHOLS & CO., *Auditors,*
Chartered Accountants.

19 LOMBARD STREET,
27th February, 1906.