

LIABILITIES.

Amount of reserve required (including liens, deferred premiums, notes, etc.) based on the "Actuaries" Table of Mortality and 4 per cent. interest	\$ 194,658 49
Less re-assurance....	828 14
Balance	\$ 193,830 35
Claims under two policies awaiting the necessary claim papers (since paid)....	2,000 00
Ten per cent. collection fee on deferred and other premiums	2,519 33
	<hr/> \$ 198,349 68
Surplus to credit of policy-holders on eleven months' business.....	\$ 29,074 93

AUDITORS' REPORT.

To the President and Directors of the Ontario Mutual Life Assurance Company:

GENTLEMEN,—We have the honor to submit our audit of the Company's accounts for the period between the 20th January, 1880, and the 31st December, 1880.

We have carefully checked the receipts of the company from premiums, interest, and all sources of revenue, and have examined and passed all vouchers for disbursements properly authorized by your board.

The investments of the company have been carefully examined and their present value established on the basis of their cost, the securities having been shown to be lodged with the Government or in possession of the company.

We have much pleasure in bearing testimony to the uniform courtesy we have received at the hands of the Manager and his assistants during the work of our audit.

We are, hours truly,

GEORGE J. JAFFRAY,

HENRY F. J. JACKSON,

} Auditors.

The president then read

ACTUARIAL REPORT.

To the President and Directors of the Ontario Mutual Life Assurance Company:

GENTLEMEN,—I have just concluded the annual examination and valuations of our policies and find that there were on the 20th December, 1880, 2,638 policies in force on 2,509 lives, covering assurances to the amount of \$3,064,844.50.

I have based the valuation on the "Actuaries' " Table of Morality and four per cent. interest. By this high standard I find that the reserve requires to be \$194,658.49.

Although the time which has elapsed since the last valuation has been only eleven months, I have increased the reserve by the requirement for a full year, and I may state in this connection that in placing our reserve at the figures given above, we hold at least \$10,000.00 more than the legal standard based upon 4½ per cent.

Your obedient servant,

WILLIAM HENDRY,

Manager.

Waterloo, March 30, 1881

The President, in moving the adoption of the several reports, referred to the large increase of business during the past year, and the gratifying fact of the issue for the past three months being \$480,000, with applications for \$171,000 in hand in course of completion; this result, he said, was extremely gratifying to those who had charge of the work, inasmuch as it showed the

public appreciation of their efforts to extend the usefulness of our company.

Rev. W. Williams, of Guelph, said the state of the company's affairs, as shown by the reports, could not fail to be satisfactory to the members, and therefore took more than ordinary pleasure in seconding the motion. Carried unanimously.

H. F. J. Jackson, Esq., of Brockville, and R. S. Tye, Esq., of Haysville, were elected scrutineers of the ballot.

The ballot was then passed for the election of three directors in the place of I. E. Bowman, James Trow, and R. S. Patterson, resulting in their unanimous re-election.

The propriety of adding three additional members to the board of directors was discussed, and it was moved by Mr. Burrows, seconded by Mr. Ellison, that three additional directors be added to our board. Carried.

The ballot was then passed for the election of a new director to serve for one year, resulting in the election of Robert Baird, Esq., Kincardine.

On the second ballot, James Norris, Esq., of St. Catharines, was elected to serve for two years, and

On the third ballot Alf. Hoskin Esq., of Toronto, was elected to serve for three years.

Messrs. Jackson and Jaffray were re-elected as auditors for the current year.

Mr. Melvin paid a high tribute to the ability and reliability of the general and other agents of the company, and also its medical referee and examiners, and moved that a hearty vote of thanks is due and be tendered to them.

Mr. Trow said that these gentlemen had proven themselves to be worthy of our esteem and confidence, and therefore took great pleasure in seconding the motion, which was carried unanimously.

This motion was replied to by Messrs. Smyth, Brine, Muir, Durham, Burrows, Chamberlain, Saul, Ellison, and Rutan.

A hearty vote of thanks was passed to the president, and the meeting closed.

Immediately after the annual meeting, the board met and re-elected I. E. Bowman, Esq., of St. Jacob's, President, and C. M. Taylor, Esq., of Waterloo, Vice-president, for the current year.

SUN MUTUAL LIFE INSURANCE COMPANY.

The annual meeting of the stockholders of this company was held in Montreal on the 14th inst. There were present a large number of the stockholders and others interested. The following is a summary of the report submitted, which is considered a very gratifying one indeed.

ASSETS.

Municipal debentures (market val.)	\$ 71,835 00
Bank and other stocks (mark't val)	124,037 50
Loans on real estate (first liens) ..	89,670 10
Real estate owned.....	73,588 50
Loans on company's policies	12,455 91
Cash on hand and in banks.....	32,040 22
Outstanding and deferred prems., deducting 10 p.c. for collection..	41,405 56
Interest and rents accrued.....	2,642 19
Bills receivable	3,723 39
All other assets.....	22,234 56
Capital uncalled.....	437,500 00
	<hr/> \$911,132 93

LIABILITIES TO POLICY-HOLDERS.

Re-assurance Reserve Government standard	\$ 343,616 20
Claim since paid.....	2,000 00
Sundry account.....	3,288 88
	<hr/> \$348,905 08

Surplus to policy-holders.....	562,227 85
	<hr/> \$911,132 93
Assurances in force.....	\$4,000,000 00
Applications received in 1880.....	1,500,000 00
Annual income.....	140,000 00
Paid to policy-holders in 1880....	45,000 00
Assets	911,000 00
Surplus to policy-holders.....	562,000 00

Every year since the foundation of the company, the business has largely increased; 1880 has been no exception to this rule, as it has been the most successful in our history.

The assets, income, policies in force, sum assured, payments to policy-holders, and surplus, are all larger than ever before. At the same time, the expenses has been reduced, not only in ratio to income, but in actual amount.

The mortality continues remarkably light. The business of 1881, so far, promises to be much the largest the company ever transacted.

We still retain the lead in ratio of assets to liabilities to policy-holders, having about \$3.00 for every dollar of such liability.

Our Unconditional Policy, and other liberal features, have largely contributed to this prosperity, and have made the Sun one of the most popular of companies.

Intending assurers should remember that the quinquennial division of profits takes place at the close of this year.

EXCHANGE BANK OF CANADA.

The special general meeting of the shareholders of the Exchange Bank, called for the purpose of confirming the resolution, passed at a former meeting, to reduce the capital stock from a million dollars to \$500,000, and the number of directors from seven to five, was held at Montreal on the 6th inst. The bill authorizing the above named amendments to the charter, passed both houses last session, and the motion put to the meeting by the chairman was carried without opposition. A statement giving the position of the bank upon the basis of the reduced capital was submitted, and shows that the bank's total assets are \$2,509,362.58, liabilities \$1,777,331.34, surplus \$732,031.24, which has been apportioned thus: Capital \$500,000, rest \$200,000, profit and loss account \$32,031.24.

It was then announced, as we have stated, that a dividend of four per cent. would be paid on the first of May, and it was the intention at that date to pay quarterly dividends of two per cent. The details of the statement are as under:

ASSETS.

Cash in hand, in Treasury, and in Banks	\$ 290,630 06
Loans to the public current	\$2,031,047 64
Less int. not earned.....	20,253 37
	<hr/> \$2,010,794 97
Past due debts secured	40,931 34
" " unsecured	1,932 04
Real estate and bank premises....	114,407 56
Stocks owned by the bank	50,670 00
	<hr/> \$2,509,362 58

LIABILITIES.

Circulation	\$ 574,595 00
Deposits	1,083,999 31
Due to other banks..	68,580 53
Dividends unpaid ..	156 50
Mortgages on bank premises	50,000 00
	<hr/> \$1,777,331 34
Surplus	<hr/> \$732,031 24

—Statesmen are very hard to please. Many of them who oppose free ships would be horrified at slave ships.—*Phil-Kron Herald.*