

## SUN INSURANCE OFFICE.

The directors present to the members the following report, together with the accounts and balance sheet of the Sun Insurance Office for the year 1892: The premiums received, less re-insurances, amount to \$5,146,630, being an increase of \$359,970 over those of the preceding year. The total of the sums insured during the year, after deduction of the amounts reinsured, amount to \$1,959,034,435, being an increase of \$93,453,885 over corresponding figures for the year 1891. The losses paid and outstanding amount to \$3,393,240, being at the exceptionally high rate of 65·93 per cent. on the premiums received. The expenses of management (including commission to agents and working charges of all kinds) amount to \$1,650,530, being at the rate of 32·07 per cent. The income from investments during the year has amounted to \$355,400. After providing for the usual reserve of 40 per cent. of the premiums to cover liabilities under current policies, a balance of \$314,275 remains, which has been transferred to the credit of the profit and loss account. Profit and loss account and dividend.—The balance brought forward from last year amounted to \$970,975, out of which there

has been paid for dividends and bonus in respect of the business of the year 1891, \$510,000, leaving a credit balance of \$460,975, which by the operations of the year, as detailed in the account, has been increased to \$769,150. Out of this amount an interim dividend at the rate of 3s per share, absorbing \$180,000, was paid in January last, and the directors have declared a further dividend of 4s 6d per share, payable on July 10, which will absorb a further sum of \$270,000, and leave \$319,150 to be carried forward: Dividend Reserve Fund.—The amount at the credit of this fund at December 31, 1891, \$650,000, has been reduced by the transfer to capital account of \$600,000, to pay up the 10s per share on each of the 240,000 shares of the company (according to the provisions of the Companies' Act of Parliament), and now stands at \$50,000. Funds.—The funds of the office will then stand as follows:—Capital paid up, \$600,000; general reserve, \$5,625,000; reserve for risks not yet expired, \$2,058,655; dividend reserve, \$50,000; investment surplus and sinking fund, \$352,500; balance at credit of profit and loss account, after payment of dividends, \$319,150; total, \$9,005,300.

## REVENUE ACCOUNT FOR THE YEAR ENDED DECEMBER 31, 1892.

Reserve for unexpired risks brought forward from 1891.....	\$1,914,665
Premiums, less re-insurances.....	5,146,630
Income from investments, less income tax.....	355,405

**\$7,416,700**

Losses.....	\$3,393,240
Commission.....	865,200
General expenses.....	785,330
Reserve for unexpired risks at December 31, 1892, being 40 per cent. of premium income.....	2,058,655
Balance carried to profit and loss account.....	314,275

**\$7,416,700**

## PROFIT AND LOSS ACCOUNT FOR YEAR ENDED DECEMBER 31, 1892.

Balance brought forward from 1891.....	\$970,975
Deduct dividend declared Jan., 1892.....	\$120,000
Deduct dividend and bonus declared July, 1892.....	390,000
	<u>\$510,000</u>

Balance from revenue account.....	\$460,975
Transfer fees.....	314,275
Profit on investments.....	225
	<u>45,760</u>

**\$821,235**

Pensions and allowances to retired officers of the company.....	\$26,580
Income tax on profits.....	16,475
Bad debts.....	5,570
Loss on Exchange.....	3,460
Balance carried to balance sheet.....	769,150

**\$821,235**

## BALANCE SHEET ON DECEMBER 31, 1892.

LIABILITIES.	
Capital, £2,400,000, in 240,000 shares of £10 each, 10s per share paid.....	\$600,000
General reserve.....	5,625,000
Dividend reserve.....	50,000
Investment surplus and sinking fund.....	352,500
Reserve for risks not yet expired, being 40 per cent. of the premium income for the year.....	2,058,655
Balance at credit of profit and loss account.....	769,150
Outstanding losses.....	631,615
Agents' balances.....	21,825
Amounts due to other offices for re-insurances.....	75,860
Bills payable.....	25,000
Reserve for outstanding commission and charges	32·5 0
Clerks' deposit fund.....	25·430

**\$10,270,535**

ASSETS.	
Investments—	
Mortgages on property within the United Kingdom.....	\$1,464,300
Mortgages on property outside the United Kingdom.....	639,000
British Government securities.....	375,000
Indian and Colonial Government securities.....	312,340
Foreign Government securities.....	667,760
Railway debentures and debenture stocks.....	1,371,420
Other debentures and debenture stocks and Municipal bonds.....	1,158,025
Preference shares and stocks.....	200,275
House property, including premises occupied by the office.....	1,718,995
Savage corps premises.....	74,050
Other investments.....	529,625
Branch and agency balances.....	965,455
Due by other offices.....	16,190
Outstanding premiums (since received).....	132,370
Bills receivable.....	12,480
Sundry debtors (for amounts since received).....	137,580
Cash on deposit and at bankers.....	497,640

**\$10,270,535**

NOTE.—In the above figures \$5.00 are taken as the equivalent to £1.