

FINANCIAL STATEMENT.

RECEIPTS.

Premiums (net).....	\$965,626 36
Interest and rents (net).....	265,571 03
	<u>\$1,231,197 39</u>

DISBURSEMENTS.

To Policy-holders.....		
Death claims.....	\$176,809 00	
Endowments.....	127,655 00	
Annuities.....	14,193 36	
Surrendered policies.....	51,836 20	
Cash profits.....	85,390 22	
		\$455,973 78
Expenses, Commissions, etc.....		211,203 65
Dividends to Stockholders.....		15,000 00
Balance.....		549,019 96
		<u>\$1,231,197 39</u>

ASSETS.

Mortgages and real estate.....	\$4,200,193 29
Bonds and debentures.....	1,388,339 43
Loans on policies and stocks.....	804,224 52
Outstanding and deferred premiums.....	202,066 57
Interest and rents due and accrued.....	128,390 47
Cash in banks, and sundries.....	101,002 53
	<u>\$6,825,116 81</u>

LIABILITIES.

Reserve—Hm. 3½ and 4½ per cent.....	\$6,230,728 00	
(Reserve—Government standard, \$6,178,499.00).		
Declared profits.....	90,690 52	
Capital stock paid up.....	100,000 00	
Sundry items.....	39,721 24	
Cash surplus.....	303,977 05	
		\$6,825,116
Cash surplus (Government standard).....		416,206 05
Capital stock.....		1,000,000 00
TOTAL SURPLUS SECURITY FOR POLICYHOLDERS.....		<u>\$1,416,206 05</u>

AUDITORS' REPORT.

We beg to report that we have completed the audit of the books of the Association for the year ending December 31st, 1898, and have examined the vouchers connected therewith, and certify that the financial statements agree with the books and are correct.

The securities represented in the assets (with the exception of those lodged with the Dominion Government, amounting to \$84,500, and those deposited with the Government of Newfoundland, amounting to \$25,000) have been examined and compared with the books of the Association, and are correct, and correspond with the schedules and ledgers.

The bank balances and cash are certified as correct.

W. R. HARRIS, R. F. SPENCE, Auditors.

TORONTO, March 4th, 1899.

Sir W. P. Howland, President, in moving the adoption of the report of the financial statement, said:

"It affords us sincere pleasure, gentlemen, to be able to present you with the report and statements in regard to the business and the position of the Company which you have just read. They afford evidences of satisfactory progress and success in every department of the Company's business. The new business secured during the year, notwithstanding the increased competition, was somewhat in excess of that obtained in the previous year, and at the end of the year we had insurances in force aggregating \$29,677,418, an increase of \$1,345,413 over the amount in force at the end of 1897. This large and satisfactory amount of business has all been obtained while the expense ratio of the Company has been less than that of the previous year, which proves that the business of the Association continues to be of a permanent and reliable character. The death claims for the year aggregated \$183,931, which were \$59,893 less than those of the previous year. Our financial statements show an increase in income for the year of \$46,670.00. There was paid to policyholders during the year the large sum of \$455,973, and our cash surplus over all liabilities, according to the Government standard of valuation, is \$416,206, an increase over the previous year of \$50,367.00.

"We consider that these facts fully justify us in the belief that they will prove eminently satisfactory to our policyholders and shareholders, and will insure the continuance of the generous support which the Company has received from the public."

Mr. W. H. Beatty, Vice-President, in seconding the adoption of the report, said:

"I will just make one remark, which I am sure you will be delighted to hear, and I think it will be particularly gratifying to the gentlemen of the field staff, namely, that this year down to the present time the business secured is largely in excess of that for the corresponding period of last year, and is greater than that of any previous year."