FOUNDED 1871

The Ocean Accident & Guarantee Corporation

LIMITED.

(Empowered by Special Act of Parliament.)

Dr. REVENUE ACCOUNT FOR THE YEAR ENDING 31ST. DECEMBER, 1906. Cr.

Dr.			
To Balance of Revenue Account, 31st December, 1905	$417,555 00		
Deduct Amount written off Furniture account	$50,000 00		
Balance of dividend for the year 1905, and bonus, less tax	102,305 00		
		$152,305 00	
			$ 265,250 00
To Provision for liability on unexpired risks, brought forward from 31st December, 1905			1,752,500 00
To Premiums, less Re-insurances and Bonus to Assured			5,696,615 00
To Interest, Dividends and Rents, less provision for depreciation of Leaseholds			194,945 00
To Transfer Fees			340 00
			$7,909,650 00
To Balance brought down			2,774,475 00
			$2,774,475 00

Cr.		
By Compensation paid and incidental expenses	$2,651,610 00	
Deduct Provision for Claims outstanding, 31st December, 1905	2,000,000 00	
	$ 651,610 00	
Add Provision for Claims outstanding, 31st December, 1906	2,240,000 00	
		2,891,610 00
By Printing and Stationery, Advertising, Postages, Travelling Expenses, etc.		341,300 00
By Expenses of Management, inclusive of Salaries, Rent at Head Office and Branches, Directors' Remuneration and Auditors', Fee		894,900 00
By Commissions, including provision in respect of Agents' Balances		988,825 00
By Depreciation of Furniture		18,540 00
By Balance carried down		2,774,475 00
		$7,909,650 00
By Provision for liability on unexpired risks		$1,910,000 00
By Balance carried to Balance Sheet		864,475 00
		$2,774,475 00

Dr. BALANCE SHEET, 31ST DECEMBER, 1906. Cr.

Dr.			
To Shareholders' Capital:—			
AUTHORIZED—			
200,000 Shares of $25.00 each			$5,000,000 00
SUBSCRIBED—			
12,000 Shares of $25.00 each (fully paid)	$ 300,000 00		
112,308 Shares of $25.00 each ($5.00 per Share paid)	2,807,700 00		
124,308			
	3,107,700 00		
Less Uncalled Capital	2,246,160 00		
			$861,540 00
To Sundry Accounts pending			240,040 00
" Unclaimed Dividends			1,165 00
" Capital Redemption Fund			55,315 00
" General Insurance Fund, viz.:—			
Provision for claims outstanding	$2,240,000 00		
Investment Reserve and General Contingency account	505,000 00		
Provision for liability on unexpired risks	1,910,000 00		
	4,655,000 00		
To Reserve Fund	1,500,000 00		
To Balance from Revenue Account	$864,480 00		
Less Interim Dividend paid September, 1906, less tax	61,385 00		
		803,095 00	
			$6,958,095 00
			$8,116,155 00

Cr.	
By Investments, viz.:—	
British and Colonial Government and Provincial Securities	$ 911,035 00
Foreign Government Securities	441,830 00
State and Municipal Bonds	885,345 00
Indian Railway Stock	35,910 00
British and Colonial Railway Mortgage Bonds Preference and Ordinary Stocks	1,176,730 00
American Railway Mortgage Gold Bonds	1,825,665 00
Foreign Railway Guaranteed and Preference Stocks	508,290 00
Miscellaneous Debentures	53,780 00
By Mortgages on Freehold and Leasehold Properties and other Securities	417,330 00
By Freehold and Leasehold Premises (less Depreciation)	1,100,040 00
By Furniture at Head Office and Branches (less Depreciation	47,665 00
By Rents due from Tenants and other Balances	78,455 00
By Balances at Branches and Agents' Balances (less provision for Commission, Cancelments and Non-Renewals)	410,450 00
By Cash at Bankers and in hand	168,315 00
By Investments and Cash in Trustees Hands to meet Capital Redemption Fund	55,315 00
	$8,116,155 00

THOMAS HEWITT, *Chairman.*
RICHARD J. PAULL, *Secretary.*

In accordance with the provisions of the Companies' Act, 1900, we certify that all our requirements as Auditors have been complied with, and we report to the Shareholders that we have audited the above Balance Sheet and Revenue (Profit and Loss) Account with the Books and Accounts relating thereto in London, and with Returns received from the Foreign and Colonial Branches. Some of the Investments are deposited in connection with business abroad in accordance with Foreign or Colonial State Laws. In our opinion such Balance Sheet is properly 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.

London, 15th March, 1907.

COOPER BROTHERS & CO., Chartered Accountants. } Auditors.