

FIFTY-SIXTH ANNUAL REPORT

The London Mutual Fire Insurance Co. of Canada

DIRECTORS' REPORT

To the Shareholders and Members of the London Mutual Fire Insurance Company of Canada.

Your Directors herewith submit the Fifty-sixth Annual Statement and Balance Sheet, duly certified by the Auditor, showing the receipts and expenditures for the year as well as the Assets and Liabilities of the Company as at December 31st, 1915.

The Operations of the Company for the year 1915 resulted in a Profit of \$23,909.49 after providing for an increase of \$5,871.21 in the Re-Insurance Reserve as required by the Dominion Government.

The Re-Insurance Reserve now stands at \$354,061.24, the Cash Surplus at \$134,001.46, and the Capital Stock at \$17,500. The total Cash Security for Policyholders is, therefore, \$505,562.70, in addition to which there is the unassessed portion of Premium Notes which amounts to \$252,544.61, making a total Security to Policyholders of \$758,107.31, the total surplus to Policyholders being \$404,046.07.

Owing to the continuance of the War and the consequent demoralization of business conditions, the Government have

wisely thought it right to fix new standards of values, and the Directors have therefore further written down the Company's Securities to conform to the requirements of the Dominion Government. The total amount written off the Company's Securities during the past two years has been over \$44,000, but with the return of more normal times there is no doubt that a large portion, if not all, of this depreciation will be recovered.

The Retiring Directors are F. D. Williams, H. N. Cowan, and S. G. M. Nesbitt, all of whom are eligible for re-election. Your Directors desire to thank the Agents of the Company for their support, and they also wish to express their appreciation of the work of the field and office staffs during the past year.

All of which is respectfully submitted.

A. H. C. CARSON,
President.

Toronto, February 19th, 1916.

FINANCIAL STATEMENT.

Assets.		Liabilities.	
Cash on hand and on deposit.....	\$ 50,045.93	Reserve for Unadjusted	
Bonds, Debentures and		Losses	\$10,738.65
Stocks, Book Value		Due for Reinsurance.....	5,795.25
(Based on Government		Sundry Accounts Payable..	9,785.10
Standard of Values as			\$ 26,319.00
at January 1st, 1915) ..	\$312,455.41	Reinsurance Reserve, Full Govern-	
Less amount written off to		ment Standard	354,061.24
conform to Govern-			\$380,380.24
ment Standard at 1st		Capital Stock paid up	\$ 17,500.00
January, 1916	18,380.52	Surplus Account	134,001.46
	294,074.89	Unassessed portion of Premium Notes.	252,544.61
Mortgages Receivable	21,377.50	Surplus to Policyholders	404,046.07
Call Loan	1,200.00		
Agents' Balances	25,073.51		
Due on Reinsurance	2,963.90		
Interest Accrued	\$,762.87		
	\$400,498.60		
Real Estate and Buildings \$166,576.22			
Less Reserve for Deprecia-			
tion	2,553.88		
	\$164,022.34		
Less Mortgage Payable			
and Accrued Interest.	45,793.35		
	\$118,228.99		
Office Furniture and			
Good's Plans	\$ 25,197.02		
Less Reserve for Deprecia-			
tion	12,697.02		
	12,500.00		
	\$130,728.99		
Prepaid Taxes, etc.	654.11		
Unassessed portion of Premium Notes	252,544.61		
	\$784,426.31		
	\$784,426.31		
		Income.	
		By Gross Premiums	\$672,145.26
		Less Cancellations, Rebates and	
		Reinsurance Premiums	193,115.24
			\$479,030.02
		By Transfer Fees	236.02
		By Interest and Dividends on Investments.....	14,515.20
			\$493,781.24
			\$493,781.24

Having audited the books of account of The London Mutual Fire Insurance Company of Canada for the year ending 31st December, 1915, examined the vouchers in connection therewith, and verified the securities, cash and bank balances, I certify that, in my opinion, the above Balance Sheet is a true statement of the Company's affairs as shown by the books at that date.

All my requirements as auditor have been complied with.

J. P. LANGLEY, F.C.A., Auditor.