

CANADA LIFE

Assurance Company

FIFTY-SIXTH ANNUAL REPORT

ASSETS

Government, Municipal and other Bonds, Stocks, etc.	\$13,488,722 16
Mortgages on Real Estate.....	3,651,739 16
Loans on Bonds, Stocks, etc.....	2,572,771 84
Loans on Policies.....	3,000,497 94
Real Estate owned (including Company's Buildings in Toronto, Hamilton, Montreal and Winnipeg)	1,602,122 56
Premiums in Transit and deferred (net) and interest accrued.....	858,987 28
Other Assets.....	360,547 00
Cash on Hand and in Banks.....	429,544 56
	\$25,964,932 50

RECEIPTS

Premium and Annuity Income (net).....	\$2,615,171 81
Interest, etc.....	1,084,882 49
On Capital Account.....	37,000 00
Profits on sale of Securities.....	14,985 58
	\$3,751,139 88

THE YEAR'S BUSINESS

The applications for new assurances received were 5,022 in number, and \$10,687,672 in amount. The number of policies issued was 4,736, representing assurances of \$9,724,002. Two hundred and seventy applications for an aggregate of \$712,308 were declined—the lives not coming up to the Company's high standard; and the balance were deferred or incomplete at the close of the year. As compared with the previous year, there was an increase of 1,077 in the number of policies issued, and \$1,972,871 in amount. The new policies actually paid for in cash again show a satisfactory increase over previous year. These were 4,103 in number, representing new assurances of \$8,398,386, constituting the largest year's business in the Company's history. The total assurances now in force amount to \$89,170,574, being an increase of \$4,745,602 during the year.

THE INCOME

The net premium and annuity income amounted to \$2,615,171.81, and the income from interest to \$1,098,968.07, including \$14,985.58 profit on sale of securities, making a total net income (exclusive of payments on account of Capital Stock) of \$3,714,139.88—an increase of \$196,522.65, as compared with 1901.

THE PAYMENTS

The Death claims paid during the year amounted to \$1,179,270, an increase of \$16,272 over those paid in 1901. Including bonus additions, the death claims, endowments, and annuities paid in 1902 amounted to \$1,142,920.85, while \$162,457.01 was paid as surrender values and cash dividends to policyholders, making total payments to policyholders \$1,605,377.89.

LIABILITIES

Reserve Fund (Hm. 3½ per cent. for all Business prior to 1st January, 1900; Hm. 3 per cent. for Policies issued since then).....	\$23,877,612 00
Death Claims in Course of Settlement and Instalment Claims Fund.....	157,927 20
Dividends to Policyholders in Course of Payment	16,107 22
Reserve for policies which may be Revived.....	33,577 00
Other Liabilities.....	47,990 84
Total Surplus on Policyholders' Account (Hm. 3½ per cent. and 3 per cent.).....	1,831,718 34
	\$25,964,932 50

PAYMENTS

Death Claims and Matured Endowments (net)...	\$1,299,347 47
Dividends paid Policyholders (including Bonus Additions paid with Death Claims and with Matured Endowments).....	190,414 91
Surrender Values paid Policyholders.....	96,762 71
Paid Annuities.....	18,852 90
	\$1,601,377 00

Expenses, Taxes, Dividends and other Payments..	774,332 17
Excess of Receipts over Payments.....	1,371,429 83
	\$3,751,139 83

THE ASSETS

The total assets at 31st December, 1902, as shown by the balance sheet amount to \$25,964,932.50, being an increase of \$1,460,142 over 1901—deducting the \$37,000 received from calls on Capital Stock, the natural increase is \$1,423,142—a growth which your Directors think is very satisfactory.

THE LIABILITIES

The valuation of the Companies' liabilities was again made on the Institute of Actuaries Hm. 3½ per cent. table for all business secured prior to the 1st January, 1900, and on the same table with 3 per cent. interest for policies issued since the 31st December, 1899. In valuing on this conservative and stringent basis the Canada Life retains its unique position among the older established companies of having accomplished the necessary change to the higher standard of Reserves. After providing for these Reserves and all other liabilities, except Capital Stock, there remains a surplus on policyholders' account of \$1,831,718—an increase of \$483,012 during the year.

REVIEW

The year just closed has been one of progress and advancement. The increases in assets, interest and premium income, and in assurances in force, are very satisfactory, while the larger amount of assurances applied for indicates the growing popularity of the Company in the different fields in which it is represented. While no new territory has been entered during the year, considerable progress has been made in extending and improving the organization in those states and provinces where we were already licensed to do business. Arrangements were also completed during the year to commence business in Great Britain on the 1st January, 1903, and having secured suitable offices in London, and selected a manager, satisfactory results are confidently looked for.

A Full Report of the Annual Meeting Held on Wednesday, 25th February, Will appear in The Company's paper, Life Echoes.