

provement. The assets assuring protection to our policy-holders now amount to \$882,919.78, while the liabilities are but \$192,706.90.

Our record of the previous year, for the highest rate of interest earned on its investments by any Company in Canada, and the low rate of expenses to the aggregate amount assured, has been well maintained. Great care is exercised in making investments, and none are made excepting on first-class securities.

The accompanying certificate from the Company's Auditors vouches for the correctness of the financial statement submitted herewith. All accounts, securities and vouchers have been carefully examined by them.

JAMES H. BEATTY,  
President.

DAVID DEXTER,  
Managing Director.

#### AUDITORS' REPORT.

To the President and Directors of the Federal Life Assurance Company:

GENTLEMEN,—We beg to advise completion of the audit of the books of your Company for the year ending 31st December last. The books, vouchers, etc., have been carefully examined, and we have much pleasure in certifying to their accuracy. As usual, all assets of a doubtful character have been eliminated. The accompanying statement indicates the financial position of your Company as at the 31st December.

Respectfully submitted.

H. STEPHENS,  
SHERMAN E. TOWNSEND, } Auditors.

Hamilton, March 1st, 1893.

Financial Statement for the Year Ending 31st December, 1892.

#### INCOME.

|                                   |                     |
|-----------------------------------|---------------------|
| Ledger assets January 1st, 1892.. | \$163,466.73        |
| Premiums.....                     | \$254,198.32        |
| --Less re-insurance 12,402.58     |                     |
| Interest .....                    | \$241,795.74        |
|                                   | 13,446.37           |
|                                   | <u>255,242.11</u>   |
|                                   | <b>\$418,708.84</b> |

#### DISBURSEMENTS.

|  |                     |
|--|---------------------|
| Claims by death.....   | \$111,834.91        |
| Less re-insurance.....   | 10,000.00           |
|  | <u>\$101,834.91</u> |
| Matured endowments...  | 7,000.00            |
| Dividends to policy-holders.....                               | 32,313.76           |
| Surrendered policies....                                       | 1,313.99            |
| Total to be paid to policy-holders.....                        | <u>\$142,462.66</u> |
| Commission and medical fees, salaries and other expenses ..... | 71,955.68           |
|  | <u>214,418.34</u>   |
| Balance.....   | <b>\$204,290.50</b> |

#### ASSETS.

|   |                        |
|---|------------------------|
| Municipal Debentures, bonds and mortgages.              | \$121,335.51           |
| Loans on Policies.....                                  | 30,192.77              |
| Cash in banks and in hand.....                          | 43,086.44              |
| Other ledger assets....                                 | 11,771.40              |
| Premiums deferred and in course of collection.          | \$42,769.61            |
| Short date notes for premiums on policies in force..... | 17,939.94              |
| Less 10 per cent. for collections .....                 | <u>\$60,709.55</u>     |
| Interest accrued.....                                   | 6,070.95               |
|   | <u>54,638.60</u>       |
|   | <u>2,092.06</u>        |
|   | <b>\$283,116.78</b>    |
| Guarantee capital, subject to call.....                 | 619,803.00             |
| Total Resources for security of policy-holders .....    | <u>882,919.78</u>      |
| Reserve funds.....                                      | 192,706.90             |
|   | <u>\$690,212.88</u>    |
| Surplus to policy-holders .....                         | <b>\$10,564,893.22</b> |
| Amount assured.....                                     |                        |

Mr. James H. Beatty, the president, in moving the adoption of the report, called attention to the large increase in income over previous years, to which both premiums and interest had contributed a large percentage, also to the very considerable addition to the assets of the Company, increasing the already ample security offered to policy-holders. The experience of the two months already past strongly indicated that a similar addition to the income and assets would be made during the current year. He said that though the amount of risk carried by the Company had not been increased owing to the termination of many term policies for large amounts, which had fulfilled the purpose for which they had been taken, the number of lives assured had been increased. The premium income had advanced nearly 12 per cent. through the encouragement given by the Company to applicants for investment insurance and the substitution of contracts of this kind for less desirable forms when the latter had been discontinued. He believed that the care and foresight with which the management of the Company had directed its course through the most difficult periods of its earlier history would become more apparent from year to year.

Mr. Kerns, vice-president, in seconding the motion, stated that no doubt some would be disappointed because we had not written more business during the year, thus leaving more insurance in force at 31st December last, but the Directors felt that it would be largely a waste of money to attempt to write too much new business while the state of trade in the Dominion was somewhat depressed. We therefore followed a conservative course, and believe the wisdom thereof will be demonstrated later on. Our agents can now point with satisfaction to our low ratio of expenses, which, taken together with our high rate of interest earnings (already referred to by the President), augur well for future profits to our policyholders. With the foregoing conditions fully established and a premium income which now amounts to over a quarter of a million dollars annually, I feel that we have strong grounds for congratulations to the past and good reason to predict a very prosperous future. I second the adoption of the report. The report was unanimously adopted.

Dr. Woolverton read a carefully prepared analysis of the mortality experience of the Company for the year and a comparison with the previous year, for which the thanks of the Shareholders were tendered him.

On motion of Dr. Burns, a vote of thanks was given to Mr. Dexter, the managing director; his assistants; and to the agents of the Company, to which the Managing Director responded briefly, warmly commending the faithful attention of the officers and the good work done by the agents of the Company.

The retiring Directors were all re-elected. At a subsequent meeting of the Directors the officers were all re-elected.

### LONDON LIFE INSURANCE COMPANY.

The Eighteenth Annual Meeting of the Shareholders and Policy-holders of the London Life Insurance Company was held at the Company's office, London, Ont., on Thursday, the 2nd day of March, 1893.

There were present: the President, Joseph Jeffery, in the chair, William Bowman, Sheriff Glass, George M. Harrison, William F. Bullen, George C. Gibbons, Albert O. Jeffery, Arthur S. Emery, Thomas H. Smallman, J. G. Richter, H. Tatham, A. Bretz, J. W. Humphrey and others. After the reading of the notice calling the meeting, the minutes of the last Annual Meeting were read and confirmed, and the Directors' Report submitted, as follows:

The Directors have pleasure in submitting their Annual Report and the duly audited Financial Statement for the year ending December 31st, 1892.

During the year, 9,882 applications for new Insurance, amounting to \$1,137,189.00, were received, of which 176 applications for \$191,500.00 on the "General" plans, and 9,658 applications for \$918,358.00 on the "Industrial" plans, were approved of and Policies issued therefor.

The net Premium and Interest Income of the year was respectively \$105,469.03 and \$16,103.17, making a total of \$121,572.20.

The amount paid during the year for Death Claims is \$28,907.15, and the amount paid Policyholders for Matured Endowments, Surrendered Policies and Cash Profits, \$6,497.53 additional, making a total of \$35,404.68 paid Policyholders or their heirs.

The Insurance in force on the Company's books at the close of the year, after deducting Re-Insurance, was \$3,020,755.44, under 1,588 "General" and 15,786 "Industrial" Policies. These have all been carefully valued and the Reserve required by law fully provided for.

The Assets of the Company, exclusive of uncalled but Subscribed Capital, now amount to \$340,658.27. The interest and other payments falling due during the year have been satisfactorily met, no losses have been incurred in this connection, and the Company has no Real Estate on its hands. The Directors feel confident that the substantial all-round increase in Insurance written and in force, in Premium and Interest Receipts, in Invested Assets, and in Surplus