

The Provincial Bank of Canada---Continued

PROFIT AND LOSS ACCOUNT AS ON JUNE 30, 1919.

CREDIT

Balance at credit of Profit and Loss Account, December 31, 1917	\$ 20,004.00
Premium on New Stock to date	99,250.00
Profits for a period of 18 months of operation, ended 30th June, 1919, after deducting charges of Management, interest due to depositors, rebate on current discounts (\$40,867.76) and provision for losses	434,594.13
	\$544,848.13

DEBIT

Appropriated as Follows:

For five quarterly dividends at the rate of 7% per annum on \$1,000,000	\$ 87,500.00	
For last quarterly dividend on fully paid-up shares, and interest accrued on instalments paid re new stock (April, May and June, 1919) at the rate of 8% per annum (paid-up capital to date, \$1,944,590)	36,691.61	124,191.61
War Tax on Bank Note Circulation to 30th June, 1919		16,464.00
Written off Bank Premises, Real Estate, Furniture and Fixtures		20,000.00
Carried to Special Reserve for Contingencies		40,000.00
Contribution to Canadian Red Cross		2,500.00
Provision for a Pension Fund		25,000.00
Bonus paid to Officers and Staff re high cost of living		22,000.00
Transferred to "Reserve Fund," 31st December, 1918	50,000.00	
Transferred to "Reserve Fund," 30th June, 1919	200,000.00	250,000.00
		\$500,155.61
Balance of Profit and Loss carried forward		44,692.52
		\$544,848.13

Reserve Fund:

Balance at credit, 31st December, 1917		\$750,000.00
Amount carried, 31st December, 1918	50,000.00	
Amount carried, 30th June, 1919	200,000.00	250,000.00
		\$1,000,000.00

Compared with the Books and Found Correct:

(Signed) J. R. CHOQUET, Chief Accountant,
(Signed) M. LAROSE, Chief Inspector.

For the Board of Directors:

(Signed) H. LAPORTE, President,
(Signed) TANCREDE BIENVENU,
Vice-President and General Manager.

SHAREHOLDERS' AUDITORS' CERTIFICATE

To the Shareholders of THE PROVINCIAL BANK OF CANADA.

In accordance with the provisions of sub-sections 19 and 20 of section 56 of the Bank Act, we report to the Shareholders as follows:

We have examined the above Balance Sheet, with the books at Head Office and with the certified returns from the Branches. We have obtained all the information and explanations that we have required and are of opinion that the transactions of the Bank which have come under our notice have been within the powers of the Bank.

In addition to our verification as on June 20th, 1919, we have during the year checked the cash of the Chief Office and verified the securities representing the investments of the Bank at its Head Office and principal Branches, and found them to agree with the books of the Bank.

The above statement, to which reference is made in the report of the Directors, is properly drawn so as to exhibit a true and a correct view of the state of the Bank's affairs according to the best of our information and the explanations given to us as shown by the books of the Bank.

(Signed) ALEX. DEMARTEAU, L.L.C., Montreal.

(Signed) J. A. LARUE, C.A., Quebec.

Montreal, July 19th, 1919.