

2. By this you will notice, on looking over the figures, some variations from former reports. The amount of deposits is, for the first time in the history of the company, smaller than in the preceding year. This would not have been the case, had not the company declined in the earlier part of the year, numerous amounts offered for deposits, and had there not been, during the last quarter, the stringency of money and the falling value of stocks, which induced some of our depositors to withdraw their deposits for investment. A considerable amount was thus withdrawn to buy shares in our own stock and others. In consequence of this, your directors found it prudent to discontinue loaning for a considerable time, which will account for the decreased amount of the loans made.

3. Notwithstanding the unfavorable state of affairs referred to, your board has, by making the most of its opportunities, been able to earn the usual dividend of seven per cent. per annum, and to add to the Reserve Fund \$8000, which now makes it \$100,000—about seventeen per cent. of the paid up capital—and also to add nearly \$5,000 to the Contingent Account. Your directors trust that this state of things will be satisfactory to the shareholders.

4. You will observe, too, that the balance on hand and in bank, nearly \$60,000, is larger than usual. Prudence seemed to dictate that, in consequence of the unsettled state of money matters, a good reserve should be held to meet all probable demands from depositors. This, of course, renders business somewhat unprofitable.

5. The last allotment of stock is now paid up within \$10,000. The number of shareholders is 311, holding from one share to 1047, or an average of \$1,895 each. The depositors number 1002, the same number as last year, varying in amount from \$5,000 to \$17,000, averaging about \$484 each.

6. By an accident on a railway, while from home, causing his death, the company lost the services of Mr. J.B. Sorley, one of the auditors, which unhappy accident is much to be regretted, and your directors are sure that you hereby join with them in expressing sympathy with his widow and family in this great bereavement. Mr. Robt. Sewell, a gentleman of high character and ability, was selected to fill the vacancy.

7. The board believes that all the officers of the company cannot be surpassed for efficiency and interest in attending to the duties devolving upon them.

8. The books are balanced and audited monthly. The auditors' report is subjoined.

9. You are aware that all the directors retire and are eligible for re-election.

All of which is respectfully submitted.

WM. ELLIOT,
President.

Toronto, February 13th, 1888.

BALANCE SHEET.

Assets.

Amount loaned....	\$1,210,804 89
Real Estate.....	23,298 01
	<hr/> \$1,234,102 90
Office furniture....	684 00
Cash on hand.....	1,499,60
Cash in Banks....	57,339 88
	<hr/> \$1,293,626 38

Liabilities.

Capital Stock	\$589,392 25
Reserve Fund 1886.....	\$92,000 00
do 1887.....	8,000 00
	<hr/> 100,000 00
Contingent Fund.....	6 403 17
Less Directors' and Auditors' Fees.....	1,550 00
	<hr/> 4,853 17
Appropriated from profits 1887.....	4,935 06
	<hr/> 9,788 23
Dividend on Stock, unpaid.	20,429 03
Total Liabilities to Shareholders.....	<hr/> 719,609 51
Deposits.....	484,802 63
Debentures.....	86,600 00
Interest on do.....	1,192 57
Sundry Accounts.....	421 67

Total Liabilities to Public. 574,016 87

\$1,293,626 38

PROFIT AND LOSS.

To Interest on Deposits.....\$24,033 44

" " Debentures	2,634 51
" Dividend No. 24.....	20,236 58
" " 25.....	20,550 46
" Rents, Salaries and Current Expenses.....	6,432 42
" Municipal Taxes.....	549 93
" Furniture Account, 10%	76 00
" Commission Account.....	147 50
" Reserve Fund.....	8,000 00
" Contingent Fund.....	4,935 06

By Interest accrued\$86,615 80

" Premium on Stock .. 970 00

\$87,585 80

We, the undersigned, beg to report that we have made the usual thorough examination of the books of The People's Loan and Deposit Company, for the year ending 31st December, 1887, and hereby certify that the above statements are strictly correct and in accordance with the same.

[Signed]

Jos. C. PATTON, } Auditors.
ROBERT SEWELL, }

Toronto, January 26th, 1888.

The president moved the adoption of the report, which was seconded by Mr. Richard Dunbar and carried unanimously.

It was then moved by Mr. James Scott, seconded by Mr. Alex. Smith,

"That the thanks of the meeting be tendered to the president, vice-president, manager and officers for the care and attention they have given to the affairs of the company during the past year and for their successful management of the same, and that the sum of fourteen hundred dollars be granted to the board as compensation, to be divided among them in such proportions as they may agree upon among themselves." Carried.

On motion of Mr. John Y. Reid, and Mr. H. C. Stevens, thanks and \$350 were voted to the auditors, who were re-elected.

A ballot was then taken for five directors and the scrutineers reported the unanimous re-election of Messrs. Wm. Elliot, Richard Dunbar, John Aikins, Fred. W. Walker, and Dr. James Carlyle.

At a meeting of the directors held subsequently, Mr. Elliot was re-elected president and Mr. Richard Dunbar, vice-president.

JAMES WATSON,
Manager.

Toronto, Feb. 13th, 1888.

ONTARIO LOAN AND SAVINGS CO.

The fifteenth annual meeting of the Ontario Loan and Savings Company was held in its offices at Oshawa, Ont., on Wednesday, February 15th, 1888. The following stockholders were present: Messrs. W. F. Cowan, W. F. Allen, R. S. Hamlin, John Cowan, J. A. Gibson, Thomas Paterson, T. P. McMillan, F. E. Dingle, Thomas Cornish, Wm. Readwin, J. S. Larke, and John Carter.

The president, Mr. W. F. Cowan, occupied the chair, and Mr. T. H. McMillan acted as secretary to the meeting.

The minutes of the previous annual meeting having been read and confirmed, the chairman then read the annual report of the affairs of the company for the past year, as follows:

REPORT.

The directors of the Ontario Loan and Savings Co. beg to submit the fifteenth annual report of the company for the fiscal year ending Dec. 31st, 1887, exhibiting the financial position of the company's affairs at the close of the fiscal year ending Dec. 31st, 1887.

The business of the year has been quite satisfactory in every department, both the repayment of loans and the amount invested being greater than during the preceding year, while at the same time the liabilities to depositors has been reduced.

The utmost caution has been exercised in the acceptance of loans, which in conformity with the policy which has governed the company's operations since its inception are mostly represented by mortgages on high class farm security, regarding the intrinsic value of which a majority of the directors have been usually conversant.

Upon this character of investments which are particularly acceptable to private capitalists, it has not been found practicable to obtain extreme rates of interest, and a somewhat lengthened experience has proved that it is to the ultimate advantage of the company

to confine its operations strictly to the most prosperous and improving class of borrowers.

After paying the usual dividends at the rate of 7 per cent. per annum, the sum of \$5,000 has been added to the Rest Account, and the remaining surplus, \$806.74, carried to the credit of the Contingent Account.

The mortgages held by the company have been subjected to a careful scrutiny and full allowances made for any probable shrinkage in their value. The net profits of the year after deducting all expenses were, \$26,720.70, being about 9 per cent. on the paid capital of the company.

W. F. COWAN,
President.

Oshawa, December 31st, 1887.

STATEMENT OF RECEIPTS AND DISBURSEMENTS.

Receipts.

To Balance from Jan. 1st, '87.	
1886	\$ 8,360 61
" Repayment on Dec. 31st, '87.	
Loans	\$161,709 90
" Interest received on Loans	46,672 15 208,382 05
" General Interest, Bank Account, etc.	221 92
" Capital Stock ..	939 87
" Deposits received	325,312 47
" Debentures issued	57,675 00
" Revenue Account Rents, etc.	1,634 09
" Western Bank, Oshawa, balance	26,598 33
" Western Bank Cheques not presented	900 23 27,498 56
" Western Bank, Whitby, balance	705 14
	<hr/> \$630,729 71

Disbursements.

By Loans on Mortgages and Stock	\$114,518 23
" Interest paid	21,176 26
" Expense Account	5,611 27
" Dividends Nos. 28 and 29	20,913 96
" Deposits returned	427,898 43
" Debentures paid	40,125 00
" Balance, Ontario Bank, Whitby..	\$ 53 48
" Balance, Ontario Bank, Bowmanville	37 89
" Balance, Cash on hand	395 19 486 56
	<hr/> \$630,729 71

STATEMENT OF PROFIT AND LOSS.

Cr.

By Interest accrued in 87.....	\$ 5,053 66
" " received on Loans	46,672 15
" " on Bank Account, etc.	221 92
" Revenue Account, Rents, etc.	1,634 07
	<hr/> \$53,581 82

Dr.

To Interest paid	\$21,176 26
" Expense Account.....	5,611 27
" Dividend Account, Nos. 28 and 29	20,913 96
" 10% discount on Office Furniture	73 59
" Rest Account Transferred	5,000 00
" Contingent Account, Balance of Profit and Loss	806 74
	<hr/> \$53,581 82

Assets.

To Mortgages, present value.....	\$905,416 21
" Property Account, Office Premises	11,000 00
" Office Furniture, \$735.88 (less 10%, \$73.59, say)	662 29
" Cash, balance on hand and in bank	486 56
	<hr/> \$917,565 06

Liabilities.

By Capital Stock.....	\$299,259 85
" Depositors	307,204 78
" Debenture Account ..	210,740 82
" Rest Account	70,000 00
" Contingent Account	2,155 91