PROFIT AND LOSS ACCOUNT.

	£ s. d.	£ s. d.
Balance of Last Year's Account..		143,000 0 0
Transferred from Imperial Life Office Shareholders' Fund..		175,228 7 10
Tansferred from Imperial Fire Office Fund, being amount reserved for Dividend on 187,500 New Shares in the year 1902		75,000 0 0
Transferred from Fire Account, being Underwriting Profit on the Year's Account including Interest (less Income Tax) on the Fire Insurance Fund..		265,505 1 4
Interest and Dividends on Investments not carried to other Accounts	£33,109 1 0	
Less Income Tax..	1,724 8 10	
		31,384 12 2
		£690,118 1 4

	£ s. d.	£ s. d.
Dividend to Shareholders..		180,625 0 0
Income Tax (excluding Income Tax on Interest and on Dividends from Investments)		6,859 5 0
Cost of incorporating the Company under the Companies Acts. 1862 to 1900, including Stamp Duty on Capital..		13,175 0 0
Expenses incidental to the transfer of the Undertakings of the Imperial Life and Fire Offices to the Company, including Commutation of Salaries, Stamp Duty on Agreements, etc..		85,421 18 2
Cost of Structural Alterations in the Company's premises at home and abroad..		29,187 16 4
Balance as per Balance Sheet		374,849 1 10
		£690,118 1 4

GENERAL BALANCE SHEET OF THE ALLIANCE ASSURANCE COMPANY, LIMITED,

ON THE 31ST DECEMBER, 1902.

In conformity with the FOURTH SCHEDULE *of "The Life Assurance Companies' Act, 1870."*

LIABILITIES.

	£ s. d.	£ s. d.
Authorized Capital £5,250,000, consisting of 250,000 Original Shares of £20 each, and 250,000 New Shares; each New Share carrying the same right to Dividend and Assets as each Original Share.—		
250,000 Original Shares issued with £2 4s. 0d per share paid up	£550,000 0 0	
215,625 New Shares issued with £1 0s. 0d. per share fully paid	215,625 0 0	
		765,625 0 0
(34,375 New Shares remain unissued).		
Life Assurance Fund.. ..	£3,754,830 15 5	
Annuity Fund	557,909 15 11	
Imperial Assurance Fund.	2,460,832 15 10	
		6,773,573 7 2
Fire Insurance Fund..		2,126,164 13 11
Special Reserve for Final Liquidation of Imperial Fire Office Closed Accounts.		70,000 0 0
Leasehold, Investment and General Fund		267,003 1 8
Profit and Loss Account..		374,849 1 10
		10,377,215 4 7
Claims under Life Policies admitted but not yet paid	£ 36,741 4 8	
Claims announced but not yet admitted, owing to proof of Death not having been furnished.. ..	47,120 0 11	
	£83,861 5 7	
Outstanding Fire Losses..	115,565 19 4	
Outstanding Dividends.. ..	705 0 0	
Outstanding Accid't. Claims	200 9 4	
Re-assurance Prems. unpaid	1,266 0 11	
Interest paid in advance...	1,445 18 11	
Premiums paid in advance	793 15 0	
Accrued Expenses and Commission	26,508 8 8	
Sundry Creditors	8,680 11 2	
Bills Payable..	3,223 15 4	
		242,251 4 3
		£10,619,466 8 10

ASSETS.

	£ s. d.	£ s. d.
Mortgages on Property within the United Kingdom..		1,800,821 3 0
Mortgages on Property out of the United Kingdom		163,562 5 6
Loans on Life Policies		296,752 15 5
Investments (at Ledger values) in:—		
British Government Securities..		810,378 11 0
Indian and Colonial Securities..		462,890 3 0
Foreign Government Securities..		692,770 1 5
Railway and other Debentures and Debenture Stocks		1,972,783 2 3
Railway and other Stocks and Shares (Preference and Ordinary)..		1,400,914 15 9
Bank of England Stock..		119,975 6 3
Bank of Ireland Stock		17,975 0 0
8,599 Alliance Assurance Company, Limited., Original Shares..		79,350 0 0
Bank Preference Shares (fully paid up) and Stock..		4,382 8 0
Life Interests and Reversions..		100,709 19 11
House Property and Ground Rents ..		874,168 18 4
Landed Property		2,148 9 1
Loans to Counties, Towns and Unions on the Security of Rates and Property..		572,965 6 7
Loans on the Security of Rent Charges..		179,624 17 9
Loans on Debentures, Stocks, Shares and on Life Reversionary and other Interests in Property..		544,207 17 8
Deposits with Sundry Banks and with Trust Company..		24,392 5 0
Loans on Personal Security, coupled with Life Policies..		56,912 9 9
Agents' Balances and Balances due from other Offices..		217,575 4 1
Outstanding Premiums		32,209 10 9
Outstanding Interest and Dividends.. ..		11,316 6 7
Cash:—		
In hand (£2,629 12s. 11d.), and on Current Account (£75,462 0s. 1d.).. ..		78,091 13 0
Bills Receivable		7,929 16 2
Interest and Dividends Accrued to 31st December, 1902, but not receivable until 1903..		93,044 6 6
Sundry Debtors		1,523 16 1
		£10,619,466 8 10

JAMES FLETCHER, } *Two Directors.*
F. A. BEVAN. }

ROTHSCHILD, *Chairman.*
R. LEWIS, *General Manager.*

In accordance with the provisions of the Companies' Act, 1900, I certify that all my requirements as Auditor have been complied with, and I report to the Shareholders that I have audited the above Balance Sheet and the several accounts incorporated therein, together with the vouchers relating thereto. In my opinion the Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Company's affairs as shown by the books of the Company. The Audit has included verification of the Bank Balances, inspection of the Company's Stocks, Shares and Deeds, as well as those held as Security, excepting such Securities and Deeds as are deposited abroad for which certificates have been produced. The Funds of the Imperial Life Assurance Company and the Accounts in relation thereto have been kept in accordance with the Agreement between the two Companies of the 22nd January, 1902.

LONDON, *21st March, 1903.*

G. L. NICHOLS, F.C.A., *Auditor.*