

Board. It should also be observed, that in this statement \$3,000 is allowed to pay the interest upon the \$23,000 appropriated to Woodstock College until this amount is cancelled by the accumulated surplus.

ACCUMULATED SURPLUS.

Surplus for 1888-89.....	\$13,000
Surplus for 1189-90.....	11,500
Surplus for 1890-91.....	11,500
Surplus for 1891-92.....	9,500
Total Surplus.....	<u>\$45,500</u>
Total Disbursements.....	\$43,400
Balance of Surplus.....	\$2,100

DISBURSEMENT OF SURPLUS.

Buildings and Improvements for Woodstock College.....	\$28,000
Interest upon this amount.....	3,000
Interest to Toronto General Trusts Co., for 4 years, on \$10,000.....	2,400
Payment of Principal to Toronto General Trusts Co.....	10,000
	<u>\$43,400</u>

This balance of \$2,100, with the \$20,000 to be realized from subscriptions, gives an aggregate balance of \$22,100, which can be applied in the purchase of additional land for the University site, or in erecting the proposed addition to McMaster Hall.

In this connection it should be noted, that the only encumbrance on Woodstock College not provided for in the foregoing statement, is the mortgage of \$3,000 on the Principal's residence. This the Board has ordered to be cancelled by the sale of the premises.

STATEMENT IV.—This statement shows how it is proposed to carry into effect Recommendation VI, and cancel the mortgage of \$25,000 on the premises of Moulton College, by the use of the annual appropriation of \$4,000.

Regarding this statement it should be noted :

(a) That the period proposed, in which to pay, from the annual appropriation of \$4,000, for the erection of the proposed building and discharge the mortgage of \$25,000, is sixteen years.

(b) That no payment, except the \$1,250 annual interest, is to be made upon the mortgage until the \$16,000 expended on buildings is cancelled. This will require a little over seven years. The interest on the unpaid balance, each year, of the \$16,000, is calculated at six per cent., and on the mortgage at five per cent.

RECEIPTS.

From the University, \$4,000 annually, for sixteen years.....	\$64,000
Total Disbursements.....	<u>\$60,197</u>
Surplus.....	<u>\$3,803</u>

DISBURSEMENTS.

Payment of the \$16,000 used for building and furnishing.....	\$16,000
Interest, at 6%, on the unpaid annual balance of this \$16,000.....	4,285
Annual Interest, at 5%, for 8 years, on the Mortgage of \$25,000.....	10,000
Interest, at 5%, on the unpaid annual balance on Mortgage until the whole is cancelled.....	4,912
Payment of Principal of Mortgage.....	25,000
	<u>\$60,197</u>

Permit me, in closing this report, to ask your most careful consideration of all the matters therein set forth. It is evident to me, after weighing in the most careful manner the present condition and future prospects of our Educational Institutions, that early and wise action upon the matters herein presented is imperatively necessary, in order to conserve what has already been done and to promote, in the future, the best interests of each of these Institutions.

All of which is respectfully submitted.

M MACVICAR,  
Chancellor.