

OTHER ASSETS.

Cash in Agents' and others' hands, including Receipts held by them for Premiums which have since been accounted for.....	\$298,650 90
Half-yearly and Quarterly Premiums secured on Policies, and payable within nine months.....	144,691 05
	<u>\$443,341 95</u>
Deduct 10 p. c. for cost of collection...	44,334 19
	<u>\$399,007 76</u>
Accrued interest on Debentures, &c.....	138,805 28
	<u>\$7,396,777 50</u>

THE CANADA LIFE ASSURANCE COMPANY, }
Hamilton, 3rd September, 1886.

Audited and approved.

(Signed,) JAS. SYDNEY CROCKER, Auditor.

(Signed,)

A. G. RAMSAY, President.
R. HILLS, Secretary.

AUDITOR'S REPORT.

To the President, Vice-President, and Directors of the Canada Life Assurance Company:

GENTLEMEN:—I have completed the examination of the Company's books of Account to the close of the financial year, ending 30th April last, their several entries being duly vouched and correctly recorded, the cash balances agreeing with the Banker's Statements at the above date, after deducting the outstanding cheques, as noted in the Ledger.

The Debentures, Mortgages and other securities were severally produced and examined. Their amounts correspond with the Schedules of Investments herewith submitted, and with the totals of the several Investment Funds as stated in the Ledger.

The accompanying Statements of "Assets and Liabilities" and "Receipts and Payments" have been examined with the Ledger balances, and are certified to be correct.

(Signed,) JAS. SYDNEY CROCKER, Auditor.

Hamilton, 4th Sept., 1886.

REPORT OF COMMITTEE ON INVESTMENTS.

We hereby certify that we have carefully examined and passed in detail the several Securities specified in the "General Abstract of Assets and Liabilities to the 30th April last," and find the same to be correct, and have also verified the balance of cash.

(Signed,) F. W. GATES, N. MERRITT,
JAS. OSBORNE, DENNIS MOORE.

Canada Life Assurance Company's Office, }
Hamilton, 19th July, 1886.

REPORT BY GOVERNMENT INSURANCE DEPARTMENT.

OFFICE OF THE SUPERINTENDENT OF INSURANCE, }
Ottawa, 3rd September, 1886.

A. G. RAMSAY, ESQ., Canada Life Assurance Co., Hamilton, O.

DEAR SIR:—The following is the result of the valuation of the Policies of your Company, as at 30th April, 1886. In the valuation of the Policies and Bonuses, the Institute of Actuaries' H. M. Table of Mortality was employed, with $4\frac{1}{2}$ per cent. interest, pure premiums only being valued. In the case of the Annuities, the Government Annuity Table, with $4\frac{1}{2}$ per cent. interest, was used.

	No.	Amount.	Value.
Policies.....	20,073	\$36,975,861.44	\$5,305,166.96
Bonuses { Reversionary ..	8,912	2,540,171.25	1,440,943.20
{ P.R. of Prem's.	704		
{ T.R. of Prem's.	3,493		
Total.....		\$39,516,032.69	\$6,746,110.16
Annuities	2		2,745.27
Total Value.....			\$6,748,855.43
Policies Re-insured.....		\$120,463 58	17,686.31
Net Reserve.....			\$6,731,169.12

Yours truly,

(Signed,) W. FITZGERALD,
Superintendent of Insurance.

In moving the adoption of the Report by the Directors, the President said, that it was now before the meeting, and having been printed and in your hands for some days, had been taken as read. It contains the record of another year's success and prosperity, and shows the business of the past twelve months to have been as remarkable in its amount as it is undoubtedly favorable in its character. To some extent, this greater success than usual is doubtless attributable to the general satisfaction which the distribution of the profits last year gave to our policyholders, confirming as that did the claim, that for persons desirous of

providing for their families, or dependents by the system of the Life Assurance, this Company's advantages were such as could not be surpassed. The total amount at risk being now close upon forty million dollars, an idea of the magnitude of the Company's interests and operations may be obtained by considering that these figures, largely, I believe, exceed the operations of any banking or other financial institution of Canada, except one, the Bank of Montreal.

The sums paid in cash to policyholders during the last year, were, \$895,258, of which no less than \$455,407, was by way of profits alone.

As the report mentions, 156 deaths occurred last year among our assured, and of these it will interest the meeting to learn that no fewer than 13 were the direct results of accidents, suddenly in nearly every case, depriving families of their whole means of support, except the provision which had thoughtfully been made for them by means of their Life Assurances with this Company.

The safe and profitable investment of the large funds now held by the Company, necessarily continues to be an object of constant anxiety and consideration by the Directors, and this has been especially the case during the last six months, from the great absence of desirable loans and other investments. It is hoped, however, that as borrowers who have good security to offer, become aware, as I am glad to say they are gradually doing, that they may obtain loans from this Company at the lowest prevailing rates, applications for the best class of loans will keep the funds fully employed, upon fair and reasonably remunerative terms.

The constant object of the Directors is to obtain investments of as nearly an absolutely safe character as is possible, at moderate rates of interest, and they at no time allow themselves to be led away from that object by the temptation of high interest. To this may, I think, fairly be attributed the almost entire absence from loss upon the investments of the Company. Last year, however, it will be seen by the accounts, that a loss of \$2,000 was sustained by the forgery of a mortgage upon a farm in the County of Peel, upon which the sum had been lent. The forgery and the scheme by which the money was obtained from the Company were so cleverly devised and executed, that no care or reasonable precaution on the part of the Company, or its Solicitors, could possibly have avoided them; but the Board, deeming it its duty to secure the punishment of a crime so dangerous to society, and to our own and other institutions, spared no trouble or expense to attain that object. This course resulted in the sentence of the culprit to the Penitentiary for two years, which it is hoped may deter the recurrence of any future attempt of the kind.