

THE DOMINION BANK

PROCEEDINGS OF

THE FORTY-SECOND ANNUAL GENERAL MEETING OF THE SHAREHOLDERS

THE FORTY-SECOND ANNUAL GENERAL MEETING OF THE DOMINION BANK was held at the Banking House of the Institution, Toronto, on Wednesday, 29th January, 1913.

Among those present were noticed:—

J. J. MacLennan, G. N. Reynolds, J. E. Finkle, Thomas Crawford, M.P.P., Richard Brown, J. I. Dixon, Dr. Thomas Armstrong (Deer Park), W. C. Crowther, W. Gibson Cassels, Dr. Grasset, Allan McPherson (Longford), J. D. Warde, Wallace Jones, H. G. MacKenzie, Dr. Charles E. O'Reilly, J. Harry Paterson, M. S. Bogert (Montreal), Edward Burns, R. Wilkinson, N. Hockin (Lindsay), W. McAdie, Andrew Semple, F. J. Harris, P. Leadlay, James Matthews, Peter MacDonald, William Crocker, H. Crewe, Charles E. Lee, R. B. Morley, C. Walker, A. E. Gibson, William Ince, F. E. Dingle, Sir E. B. Osler, M.P., A. W. Austin, H. S. Harwood, Robert Ross (Lindsay), E. W. Hamber, H. W. Willcox (Whitby), W. E. Carswell, S. Jeffrey (Port Perry), R. J. Christie, James Carruthers (Montreal), J. F. Kavanagh (Hamilton), E. W. Langley, W. D. Matthews, A. R. Boswell, K.C., C. E. Van Norman, Aemilius Baldwin, James P. Bradt, H. S. McCoy, F. C. Snider, J. Gordon Jones, W. T. Kernahan, F. H. Gooch, F. D. Brown, Judge McIntyre (Whitby), C. S. Pinn, J. G. Ramsey, J. T. Small, K.C., Alexander C. Morris, H. B. Hodgins, S. Samuel, C. McCollum, W. R. Brock, J. C. Eaton, Joseph Walmsley, C. A. Bogert, W. C. McFarlane (Fort William), G. E. Gross, Captain Dudley Jessopp, Rev. T. W. Paterson, David Kidd (Hamilton), Sylvester C. Halligan, H. S. Osler, K.C., W. K. Pearce, L. S. Hamilton, Harold W. A. Foster, Dudley Hill (Gravenhurst), John M. Baldwin, C. A. Ross (Hamilton), Col. Sir H. M. Pellatt, Thomas Meredith, W. C. Lee, R. M. Gray, C. H. Edwards, T. W. Forwood, T. O. Anderson, A. H. Black (Oshawa), W. C. Armstrong (Chatham), D. T. Hepburn (Uxbridge), N. F. Davidson, K.C., E. H. Osler (Cobourg).

It was moved by A. W. Austin, seconded by E. W. Hamber, that Sir Edmund B. Osler, M.P., do take the chair, and that Mr. C. A. Bogert do act as Secretary.

Messrs. A. R. Boswell, K.C., and W. Gibson Cassels were appointed scrutineers.

The Secretary read the Report of the Directors to the Shareholders, and submitted the Annual Statement of the affairs of the Bank, which is as follows:

TO THE SHAREHOLDERS:

The Directors beg to submit the Forty-second Annual Report of the affairs of the Bank, and the result of its operations for the twelve months ended 31st December, 1912, which they feel will be received with satisfaction by the Shareholders:

Balance of Profit and Loss Account, 30th December, 1911	\$ 500,116 10
Net profits for the year, after deducting all charges and making full provision for bad and doubtful debts	901,529 44
Premium received on new Capital Stock	297,200 63
Making a total of	\$1,698,846 17
Which has been disposed of as follows:	
Dividends (quarterly) at Twelve per cent. per annum	\$ 588,536 53
Bonus, Two per cent.	100,000 00
Total distribution to Shareholders of:	
Fourteen per cent. for the year	\$ 688,536 53
Contribution to Officers' Pension Fund	25,000 00
Transferred to Reserve Fund—Premium on New Stock	297,200 63
	<u>1,010,737 16</u>
Balance of Profit and Loss carried forward	\$ 688,109 01
RESERVE FUND.	
Balance at Credit of Account, 30th December, 1911	\$5,702,799 37
Transferred from Profit and Loss Account	297,200 63
	<u>\$6,000,000 00</u>

There has been a further gratifying increase in the business of the Bank, as evidenced by the figures in the Statement presented. The prosperity of the country, and the consequent demand for banking accommodation permitted the employment of its funds to unusual advantage throughout the year, resulting in earnings sufficient to enable the Directors to distribute a bonus of 2 per cent. in addition to the usual dividend of 12 per cent.

To meet the general expansion of business in Canada, in which this Bank continues to participate, your Directors decided to issue to the Shareholders of record of the 15th of February, 1913, a further \$1,000,000 of new Capital Stock, at a premium of 100.

This issue is a part of the \$5,000,000 of new Stock authorized by the Shareholders at the Annual Meeting of the 26th January, 1910, and duly approved by the Treasury Board at Ottawa. Particulars of this allotment will be given forthwith to the Shareholders by circular. When payment of this issue has been made in full, the paid-up Capital of the Bank will amount to \$6,000,000, and of the total Authorized Capital of \$10,000,000, there will remain unissued \$4,000,000.

Owing to the growing importance of the Bank's business, the Directors considered it advisable to recommend an increase in their number from nine to eleven, and a by-law will be submitted to you covering this change.

You will also be asked to give your sanction to a by-law increasing the remuneration of the Directors, made necessary by these additions to the Board.

In connection with Bank premises, the year just closed was one of unusual importance, several transactions of great moment having been brought to completion:

You were informed at the Annual Meeting in 1911 of the purchase of the property on the north-east corner of King and Yonge Streets, Toronto, for the purposes of Head Office premises, as your Directors were at that time unable to acquire sufficient land immediately adjoining the present site. Last year, however, they succeeded in purchasing the property directly south of that now occupied, and extending to Melinda Street. A sale of the north-east corner was subsequently effected at a satisfactory price.

Plans have been prepared, and it is the intention to begin active operations at an early date for the erection of a building that should meet the Bank's requirements for many years to come.

Necessary outlays have been made for improvements to several Offices already established, for new Branches opened, and for the purchase of the premises which the Bank has for many years occupied at the corner of Queen and Sherbourne Streets, Toronto, and at Oshawa, Ont.

Sites were also secured at West Toronto, Edmonton South (formerly Strathcona), Elmwood (Winnipeg), and additional property was acquired adjoining our Windsor, Ont., Branch.

Branches of the Bank were opened in 1912, as follows: In Ontario—Dupont and Christie Streets, Roncesvalles and High Park Avenues, Dufferin Street and Lappin Avenue, Dufferin Street and St. Clair Avenue, Toronto; By-Ward Market Branch, Ottawa; and Port Arthur.

In the Western Provinces—Swift Current, Moose Jaw (South Hill Branch), Saskatchewan; Edmonton (First Street Branch), Calgary (Riverside Branch), Alberta; North Vancouver, British Columbia.

New Dundee and Malton, Ont., and Wawota, Sask., Branches were closed in 1912.

Every Branch of the Bank has been inspected during the year by Head Office officials specially qualified for such duties, and, as is customary, the Balance Sheet of the 31st December, 1912, including the Cash Assets and Investments of the Institution, has been verified by a Committee of your Directors.

E. B. OSLER,

President.

Toronto, 29th January, 1913.

The Report was adopted.

A by-law was passed authorizing an increase in the number of Directors from nine to eleven.

The thanks of the Shareholders were tendered to the President, Vice-President and Directors for their services during the year, and to the General Manager and other Officers of the Bank for the efficient performance of their respective duties.

The following gentlemen were duly elected Directors for the ensuing year: Messrs. A. W. Austin, W. R. Brock, James Carruthers, R. J. Christie, J. C. Eaton, J. J. Foy, K.C., M.L.A., E. W. Hamber, H. W. Hutchinson, W. D. Matthews, A. M. Nanton and Sir Edmund B. Osler, M.P.

At a subsequent meeting of the Directors, Sir Edmund B. Osler, M.P., was elected President, and Mr. W. D. Matthews Vice-President, for the ensuing term.

GENERAL STATEMENT

LIABILITIES

Notes in Circulation	\$ 5,256,368 00
Deposits not bearing interest	\$ 9,564,569 61
Deposits bearing interest (including interest accrued to date)	49,777,866 86
	<u>59,342,436 47</u>
Deposits made by and balances due to other Banks in Canada	511,504 99
Deposits due to Banks in foreign countries	1,984,196 15
Total Liabilities to the Public	\$67,094,505 61
Capital Stock paid up	5,000,000 00
Reserve Fund	6,000,000 00
Balance of Profits carried forward	688,109 01
Dividend No. 121, payable 2nd January, 1913	149,092 50
Bonus, Two per cent., payable 2nd January, 1913	100,000 00
Former Dividends unclaimed	648 36
Reserved for Rebate on Bills Discounted, Exchange, etc.	192,324 78
	<u>7,130,174 65</u>
	<u>\$79,224,680 26</u>

ASSETS

Specie	\$ 1,563,011 28
Dominion Government Demand Notes	7,514,872 50
Notes of and Cheques on other Banks	4,402,526 88
Deposits due from other Banks in Canada	440,021 20
Deposits due by Agents in the United Kingdom and Banks in foreign countries	2,043,299 32
	<u>\$15,963,731 18</u>
Provincial Government Securities	437,274 09
Canadian Municipal Securities and British or Foreign or Colonial Public Securities other than Canadian Railway and other Bonds, Debentures and Stocks	607,677 56
Loans on call, secured by Stocks and Bonds	6,040,075 29
	<u>\$29,241,840 05</u>
Bills Discounted and Advances Current	46,415,841 57
Deposits with Dominion Government for Security of Note Circulation	231,420 00
Overdue Debts (estimated loss provided for)	115,961 07
Real Estate, other than Bank Premises	5,010 63
Mortgages on Real Estate sold	978,167 57
Bank Premises	2,236,439 37
	<u>49,982,840 21</u>
	<u>\$79,224,680 26</u>

CONTINGENT LIABILITIES.

Acceptances under Commercial Letters of Credit against Merchandise	\$174,789 10s. 8d.
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C. A. BOGERT,

General Manager.

Toronto, 31st December, 1912.

temptuously. It cut deep. She would have enjoyed an explosion of anger. But this was maddening. "I will not sit down in your house! I am going home. But I am glad I came up here and told you just what I think of you."

"So am I—so am I," chuckled David Carter. "There's a drop of the old Carter blood left yet—it was bound to come out somewhere. I'm glad to see it. Come now, my dear, sit down. No, she won't. I swear she's off. There she goes through the yard with her head up and her eyes snapping. There's gait and vim for you. There's spunk. No whining and snivelling about her! Ho, ho! So she hates me—she despises me—the little baggage! I like her—I like her—she's fine—she's great! I'll have to make up with Agnes, that's plain, or that spitfire of a girl of hers will never own me for a grandfather. Told me I wasn't fit to live! Ho, ho! She's a rare one! Wasn't she mad, though! The real Carter temper's there. I thought it had mighty near died out. Reckon I won't have to get mad so often in future by way of keeping up its reputation. That saucebox will help me. Ho, ho!"

He laughed again, uproariously, just as his wife's pale, alarmed face appeared in the doorway.

"Get tea, ma—and then put on your bonnet and we'll drive down to Agnes'. She's got a young hussy in her brood that I want to get better acquainted with. If they'd sent her in the first place instead of sending the minister they'd have been wiser. She ain't afraid to speak her mind—and she's got a mind to speak, too. You can ask the whole gang here to dinner Sunday if she'll come with 'em. I'll give Agnes all the money she needs—she'll take it fast enough, no fear of her. Christina would fling it back in my face, the young Tartar. But I'll bring her to terms yet. We've got to be good friends. Come, ma, hurry the tea. Since I've got to make it up with Agnes I'm anxious to have it over. You women will be bound to do a lot of crying and snivelling. Chris. won't cry, I'll bet my last dollar. She'll flash them black eyes of hers at me and tell me she hates me. Laws, but it'll be fun bringing her round. I haven't felt so good-humoured for years, ma."

Consolidated Schools

FOLLOWING Manitoba's splendid performance, consolidated schools will be introduced into Alberta, this year. Provision for this purpose will be made by legislation at the session, which opens next week. This announcement was made recently by Hon. J. R. Boyle, Minister of Education.

"There will be some amendments to the Education Act of the province," said Mr. Boyle. The principal amendments will be one making provision for the establishment of consolidated schools in the rural portions of the province. Most of the other changes will be minor ones, to make for the smoother working of the act.

The Minister of Education has recently made investigations as to the operation of the consolidated schools in Manitoba and Ontario, and also in some of the American states. In districts where the expense of conveyance can be borne, he is of the opinion that it would be advantageous to have the children conveyed to a large central school, instead of being taught in isolated small schools.

Alberta's Defeat

ACCORDING to a decision handed down by the Privy Council in England last week, the Royal Bank of Canada is victor in the celebrated action at law brought against the Province of Alberta to recover bonds valued at six million dollars which were confiscated by the Sifton Government in 1911. The Privy Council holds that the statute of confiscation is ultra vires, and orders the Province of Alberta to pay all costs.

The Royal Bank of Canada, the Alberta and Great Waterways Railway Company, and the Canada West Construction Company, Limited, entered the appeal on the ground that the legislation involved affected the Bank Act, a Dominion matter, and was ultra vires so far as the Province was concerned.