

December last, and, after careful enquiry, the Directors have appointed Mr. E. P. Eaton General Manager of the Company, and they have every reason to believe that he will prove an efficient and zealous officer.

Your Directors do not deem it advisable, in the interest of the Company, to declare any dividend for the current year.

The Directors retiring are, Messrs. Andrew Allan, Chas. D. Proctor and Arthur Prevost, all of whom are eligible for re-election.

J. J. C. ABBOTT, President.

#### SUMMARY OF ACCOUNTS, YEAR 1889.

##### FIRE BRANCH.

###### Revenue.

Gross Premiums and Endorsement Fees .....	\$264,432 31
Return Premiums and Re-insurances.....	32,516 08
<b>Total Net Premiums.....</b>	<b>\$231,916 23</b>
Interests and Rents.....	9,868 21
	<b>\$241,784 44</b>

###### Expenditure.

Losses paid and outstanding, including adjustment expenses.....	134,480 96
Commission, Brokerage, Salaries, Directors' Fees, and all other expenses.....	65,044 81
Balance to credit of Profit and Loss account.....	42,258 67
	<b>\$241,784 44</b>

##### LIFE BRANCH.

###### Revenue.

Premiums (Net).....	\$58,636 75
Interest .....	10,743 80
Balance to Debit of Profit and Loss account .....	6,362 80
	<b>\$75,743 35</b>

###### Expenditure.

Endowment and Death Claims, Paid and Outstanding.....	\$50,242 00
Surrender Values, Bonuses, &c.....	3,531 01
Commission, Medical Fees, Salaries, Taxes, and all other Expenses.....	21,970 34
	<b>\$75,743 35</b>

##### ACCIDENT BRANCH.

###### Revenue.

Premiums (Net).....	\$40,991 33
	<b>\$40,991 33</b>

###### Expenditure.

Losses Paid and Outstanding .....	\$17,374 02
Commissions, Salaries, Taxes and all other Expenses.....	19,010 41
Balance to Credit of Profit and Loss Account.....	4,606 90
	<b>\$40,991 33</b>

##### PROFIT AND LOSS ACCOUNT.

Balance at Credit of Fire Branch.....	\$12,258 67
Balance at Credit of Accident Branch.....	4,606 90
	<b>\$16,865 57</b>
Balance at Debit of Life Branch.....	6,362 80
Net Surplus of the year, after providing for all Outstanding Losses.....	10,502 77
	<b>\$16,865 57</b>

##### Assets and Liabilities.

##### FIRE AND ACCIDENT BRANCHES.

###### Assets.

Montreal Harbor Bonds.....	\$57,295 00
Parkhill Bonds.....	3,165 00
Three Rivers Bonds.....	39,220 00
C. P. R. Land Grant Bonds.....	9,855 00
Windsor Bonds.....	12,787 50
London West Bonds.....	5,725 00
City of Winnipeg School Bonds.....	16,200 00
Real Estate.....	100,600 00
Bills Receivable.....	1,733 47
Sundry Debtors.....	4,096 48

Premiums in course of Collection and Agent's Balances.....	19,092 28
Furniture, Plans and Plant.....	6,167 06
Accrued Interest and Rents.....	3,561 35
Cash in Bank and Office.....	30,498 43
	<b>\$309,996 62</b>

###### Liabilities.

Losses in course of adjustment.....	\$1,446 02
Due upon Head Office property.....	45,653 40
Reserve Re-insurance, Government Standard.....	169,613 65
Surplus of Assets over all Liabilities.....	73,283 54
	<b>\$309,996 62</b>

##### LIFE BRANCH.

###### Assets.

Montreal Harbor Bonds.....	\$16,525 00
Montreal City Stock.....	21,240 00
Montreal Corporation Bonds.....	9,000 00
Toronto City Bonds.....	10,946 46
Canada Central Railway Bonds.....	10,161 60
Montreal Loan and Mortgage Company's Stock...	9,000 00
West Tilbury Township Bonds.....	2,479 34
Sandwich Township Bonds.....	1,904 00
Parkhill Bonds.....	1,055 00
Windsor Bonds.....	1,707 52
R. C. School Bonds.....	2,400 00
Quebec Provincial Bonds.....	32,700 00
Three Rivers Bonds .....	6,360 00
Dundas Cotton Mills Company's Bonds, 1st mortgage.....	10,000 00
Dominion Telegraph Company Bonds.....	9,733 33
Montreal Cotton Company's Bonds, 1st mortgage.	16,120 00
London Loan Company Bonds.....	5,000 00
C. P. R. Land Grant Bonds.....	5,450 00
City of Victoria, B.C., Bonds.....	20,850 00
Intercolonial Coal Company's Stock.....	4,962 50
Montreal Investment Trust Stock.....	6,000 00
Loans on Policies.....	8,770 20
Outstanding and Deferred Premiums, less 10 per cent. (net).....	25,158 29
Accrued Interest and other assets.....	7,235 24
Cash in Bank and Office.....	18,883 94
Deficit of Assets.....	36,149 34
	<b>\$299,790 26</b>

###### Liabilities.

Death Claims in course of proof.....	\$10,000 00
Other Liabilities.....	264 15
Reserve Fund, Government Standard.....	289,526 11
	<b>\$299,790 26</b>

##### CAPITAL ACCOUNT.

Shareholder's Capital.....	\$875,925 00
Balance of Fire and Accident Assets.....	73,283 54
	<b>\$949,208 54</b>
Life Department, Deficiency of Assets.....	\$36,149 34
Capital paid up.....	157,580 74
Balance being Surplus Security.....	755,478 46
	<b>\$949,208 34</b>

##### AUDITORS' REPORT.

To the President and Directors of the Citizens Insurance Company of Canada:

GENTLEMEN,—

We, the undersigned, have audited the business of the past year (1889), and have verified the Cash disbursements from the Vouchers presented to us. We have also verified the postings from the subsidiary Books to the General Books, and have scrutinized the Securities in the Company's possession, and the Certificates of the Dominion Government, etc., for those in their possession.

We have tried, as far as possible, to verify the sources of revenue, and report the whole to be in accordance with the various records of the Company, and of the statements to be submitted to you.

(Signed),

WM. HODGSON,  
PHILIP S. ROSS, } *Auditors.*

MONTREAL, 20th March, 1890.