

London Life Insurance Co.

The Twenty-ninth Annual Meeting of the Shareholders and Policyholders of the London Life Insurance Company was held at the Company's offices, London, Canada, February 8, 1904.

The President, Mr. John McClary, occupied the chair, and there were present a number of Shareholders and Policyholders of the Company.

The notice calling the meeting was read by the Manager and Secretary, Mr. J. G. Richter, after which the following report and financial statement were submitted.

TWENTY-NINTH ANNUAL REPORT.

The Directors of the Company beg to submit the Annual Report and duly audited Financial Statement for year ending December 31, 1903.

During the year 14,102 applications for insurance, amounting to \$1,874,729, were accepted and policies issued therefor.

The net premium and interest receipts of the year were respectively \$323,568.95 and \$74,442.33, totaling \$398,011.28, an increase of \$42,908.17 over the previous year.

The sum of \$80,764.29 was paid for death claims, \$4,990 for matured endowments, and \$9,483.96 for surrendered

JOHN G. RICHTER,

Manager and Secretary.

policies and cash profits, a total of \$95,238.25 paid policyholders or their heirs during the year.

The insurance in force on the Company's books at the close of the year, after deducting all re-insurances, amounted to \$7,466,627.67, under 3,751 "Ordinary," and 49,951 "Industrial," or a total of 53,702 policies—an increase of 4,644 policies for insurance of \$638,793.30 for the year.

The assets of the Company, exclusive of uncalled but subscribed capital, amount to \$1,462,965.88, an increase of \$160,902.02 for the year. The interest and other payments falling due during the year were in the main satisfactorily met. No losses in respect of investments were incurred during the year.

The liabilities of the Company under existing policies, and in all other respects, have been provided for in the most ample manner, the whole amounting to \$1,338,793.55. The surplus on Policyholders' account, exclusive of uncalled but subscribed capital is \$124,172.33, and after deducting paid-up capital, accumulating profits and contingent fund, there remains a net surplus over all liabilities and capital of \$44,535.33.

JOHN MCCLARY,

President.

CASH STATEMENT.

RECEIPTS.

Interest.....	\$ 74,442 33
Ordinary Premiums	106,104 51
Industrial Premiums.....	217,464 44
	\$398,011 28

DISBURSEMENTS.

Paid Policyholders or Heirs	\$ 95,238 25
Dividend and other Disbursements.....	137,603 89
Balance to Investments Account.....	165,169 14
	\$398,011 28

BALANCE SHEET.

ASSETS.

Mortgages, Debentures and Stocks.....	\$1,318,721 00
All other Interest-bearing Investments	79,202 01
Outstanding and Deferred Premiums	20,555 00
Interest Due and Accrued.....	34,376 89
	\$1,462,965 88

LIABILITIES.

Reinsurance Reserve, net	\$1,216,524 00
Claims awaiting Proofs.....	7,849 22
Sundry Liabilities.....	14,410 00
Surplus on Policyholders' Account.....	124,172 33
	\$1,462,965 88

\$1,462,965 88

Surplus on Policyholders' Account apportioned as under:
 Contingent Fund and Special Reserve.....\$11,000 00
 Accumulating profits on with-profit policies

Capital Stock paid up	50,000 00
	\$ 79,637 00
Surplus over all Liabilities and Capital	\$44,535 33

To the Shareholders of the London Life Insurance Company:

As auditor I have checked and examined the Company's books for the year ending 31st December, 1903, and find them carefully and correctly kept. The annexed Cash Statement and Balance Sheet are true abstracts from the books, and properly exhibit the Company's affairs. I find the securities covering loans in place.

JAMES McMILLAN, Auditor.

LONDON, 3rd February, 1904.

The actuary of the Company, Mr. Edward E. Reid, B.A., A.I.A., submitted his report on the valuation of the Company's outstanding policies and other obligations, as follows:—

The valuation of the reserves on the policies in force has been made on the same high standard as in previous years. The interest basis is 4 per cent. on business issued previous to January 1, 1900, and for policies issued since

that date 3½ per cent for "Ordinary" business, and 3 per cent for "Industrial" business. The Government requirements in this respect have therefore been considerably exceeded.

Provision has been made for surrendered values on policies now lapsed but to which no surrender value has yet been applied for: and the practice, hitherto followed, of providing in the liabilities for accruing as well as accrued profits has been continued.

The claims of the year have been somewhat higher than in any previous years. In the ordinary branch the average amount of the claims exceeded very considerably the average amount of the policies in force. Had the claims not averaged more than the policies in force, the total amount would have been reduced by nearly \$3,500. The industrial claims continue to show a very favourable percentage (20.9 per cent.) of the premium income, although the total amount is in excess of any previous year.

The adoption of the report was moved by the President, Mr. John McClary, who said:—