

PROFIT AND LOSS ACCOUNT.

Cost of management, viz., salaries, rent, inspection and valuation, office expenses, branch office, agents' commissions, etc.....	\$ 49,692 99	
Directors' compensation.....	3,820 00	
Interest on deposits.....	44,860 94	
Interest on debentures.....	133,637 52	
		\$232,011 45
Net profit for the year applied as follows :—		
Dividends and tax thereon.....	\$152,014 87	
Carried to contingent fund.....	30,328 95	
		\$182,343 79
		\$414,355 24
Interest on mortgages and debentures, rents, etc.....		\$414,355 24
		\$414,355 24

WALTER S. LEE,
Managing Director.

TORONTO, February 4th, 1891.

The president then said :—The report and the statement of the company's affairs which have been placed in your hands, and which have just been read by the managing director, are, I venture to think, so satisfactory, that I need not occupy your time by commenting at any length upon their details. It will be seen that the amount of money placed with the company by investors is larger than at any previous period. In fact, it nearly reaches the maximum we are entitled to receive under our Charter. These funds we have been able to keep actively employed, and at slightly increased rates of interest. The standing of the company being now so well known and appreciated by investors, we have no difficulty in obtaining all the money we require on most favorable terms. The earning power of the company consequently has never been larger, and we may look forward with confidence to a steady continuance of the same satisfactory returns to our shareholders that have so uniformly characterized each year of the society's existence. Our Manitoba business during the past year has been extremely satisfactory, the re-payments on our loans being twenty-five per cent. over last year. We feel it to be due to our manager at Winnipeg, Mr. William Fisher, to state that the great increase in our business in Manitoba, as well as its satisfactory results, are largely owing to his untiring zeal and energy. The Directors would desire also to acknowledge obligations, as in past years, to the company's representatives in Great Britain, Messrs. Morton, Rose & Company, and Messrs. Bell, Cowan & Company, of Edinburgh, for their unvarying care and attention to the interests of the company.

Messrs. E. G. Gooderham and A. G. Lee were appointed scrutineers, and the retiring directors, Messrs. George Gooderham, Alfred Gooderham, George W. Lewis and Walter S. Lee, were re-elected.

These gentlemen, with the Hon. G. W. Allan, Thomas H. Lee, Esq., and the Hon. Sir David Macpherson, K. C. M. G., constitute the full Board. At a subsequent meeting of the directors, the Hon. G. W. Allan and George Gooderham, Esq., were re-elected President and Vice-President respectively.