

APPENDIX No. 1

Q. Have you any statement to make, concerning the payment of the \$200,000 to Mr. Merriam, in connection with the transfer of the Great Northwestern business?—A. Simply that the testimony I formerly gave, may have left an impression on the minds of the Committee that the money went to Mr. Merriam. Mr. Merriam had a contract under which he was entitled to certain percentages for bringing to the company reinsured business, if he brought any the company would accept.

Q. He did bring the Northwestern?—

By Mr. Coster, K.C., Counsel for the Committee :

Q. Is that contract here?—A. It is not.

Mr. COSTER.—I submit it should be produced, if you are going into it

By the Hon. Mr. Lougheed :

Q. Was the contract between Mr. Merriam and your company?—A. Yes. I answered the question of the counsel that this was paid to Mr. Merriam or under Mr. Merriam's contract. I am not going into the terms of the contract, but I want to explain what became of the money, and not leave the impression that it did go to Mr. Merriam. After the reinsurance took place, it was found that the assets left with the Northwestern were not sufficient to meet the outstanding accrued liabilities. We assumed all accrued liabilities, and Merriam surrendered his contract, and it was commuted and paid into the receiver of the company for the benefit of the creditors.

By Mr. Geoffrion, Counsel for the Mutual Reserve:

Q. Was this sum of money charged to any of the members of the association outside of the Northwestern?—A. It came entirely out of the Northwestern.

Mr. COSTER.—I observe by the report of our proceedings that Exhibit No. 12 has not been printed. It might go in. It reads as follows:—

RETURN TO CANADA.

1. The total amount of income during the year in Canada and in the United States, separately.

Year.	Assessment Business in Canada.	All Business in United States.
	\$	\$
1885.....	42,616	1,669,548
1886.....	100,213	2,036,420
1887.....	129,213	2,341,758
1888.....	144,469	2,548,166
1889.....	161,877	2,873,401
1890.....	185,275	3,027,206
1891.....	190,081	3,197,979
1892.....	220,073	3,466,882
1893.....	272,235	3,662,341
1894.....	318,384	4,037,260
1895.....	327,298	4,567,372
1896.....	419,616	4,782,114
1897.....	525,869	4,812,336
1898.....	463,891	4,973,491
1899.....	412,522	4,704,180
1900.....	352,963	5,424,889
1901.....	282,257	5,803,732
1902.....	275,874	3,946,001
1903.....	207,792	3,676,923
Totals	5,032,518	71,552,299