

THE FEDERAL LIFE ASSURANCE COMPANY OF CANADA.

TWENTY-SEVENTH ANNUAL STATEMENT,

DIRECTORS' REPORT.

The twenty-seventh annual meeting of the Shareholders of the Federal Life Assurance Company of Canada was held at the Company's Home Office in Hamilton, Tuesday, 16th February, 1909, at 2 p.m., Mr. David Dexter in the chair, Mr. W. H. Davis, Acting Secretary.

The Annual Report, as follows, was read and adopted, on motion of the President, Mr. Dexter, seconded by Vice-President Lieut.-Col. Kerns:

Your Directors have the honor to present the Report and Financial Statement of the Company for the year which closed 31st December, 1908, duly vouched for by the Auditors.

The new business of the year consisted of two thousand, six hundred and thirty-one applications for insurance, aggregating **\$3,713,609.36**, of which two thousand, four hundred and twenty-three applications for **\$3,377,723.33** were accepted.

As in previous years, the income of the Company shows a gratifying increase, and the assets of the Company have been increased by **\$314,383.91**, and have now reached **\$3,314,856.65**, exclusive of guarantee capital.

The security for Policyholders, including guarantee capital, amounted at the close of the year to **\$4,184,856.65**, and the liabilities for reserves and all outstanding claims, **\$3,045,786.00**, showing a surplus of **\$1,140,070.65**. Exclusive of uncalled guarantee capital, the surplus to Policyholders was **\$270,070.65**.

Policies on ninety-seven lives became claims through death, to the amount of **\$162,160.56**. Including Cash Dividends and Dividends applied to the reduction of premiums, with annuities, the total payment to Policyholders amounted to **\$303,743.23**.

Careful attention has been given to the investment of the Company's funds, in first-class bonds, mortgage securities, and loans on the Company's policies amply secured by reserves. Our investments have yielded a very satisfactory rate of interest.

Expenses have been confined to a reasonable limit, consistent with due efforts for new business. The results of the year indicate a most gratifying progress. Compared with the preceding year, the figures submitted by the Directors for your approval show an advance of nearly ten and one-half per cent. in assets.

The assurances carried by the Company now amount to **\$20,186,400.61**, upon which the Company holds reserves to the full amount required by law, and, in addition thereto, a considerable surplus.

You are to be congratulated on the fact that the surplus over Capital and all Liabilities increased **\$56,154.65**, or nearly seventy per cent., during the past year.

The field officers and agents of the Company are intelligent and loyal, and are entitled to much credit for their able representation of the Company's interests. The members of the office staff have also proved faithful to the Company's service.

Your Directors are pleased to be able to state that the business of the Company for the past two months of the current year has been of a most satisfactory character, and that the outlook for the future is most encouraging.

DAVID DEXTER, President and Managing Director.

AUDITORS' REPORT

To the President and Directors of the Federal Life Assurance Company:

Gentlemen: We have carefully audited the books and records of your Company for the year ending 31st December last, and have certified to their accuracy.

The Cash and Journal Vouchers have been closely examined and agree with the entries recorded.

The Debentures, Bonds, etc., in the possession of the Company have been inspected, whilst those deposited with the Government or Banks have been verified by certificate, the total agreeing with the amount as shown in the Statement of Assets.

The accompanying Statements, viz., Revenue and Expenditure, Assets and Liabilities, show the result of the year's operations and also the financial position of the Company.

Respectfully submitted,

H. S. STEPHENS, } Auditors.
CHARLES STIFF, }

Hamilton, 1st February, 1909.

FINANCIAL STATEMENT FOR 1908.

RECEIPTS.

Premium and Annuity Income.....	\$675,004 85
Interest, Rents and Profits.....	151,853 96
	\$826,858 81

ASSETS, DECEMBER 31st, 1908.

Debentures and Bonds.....	\$1,071,735 71
Mortgages.....	863,262 51
Loans on Policies, Bonds, Stocks, etc.....	626,104 10
All other Assets.....	753,754 33
	\$3,314,856 65

DISBURSEMENTS.

Paid to Policyholders.....	\$303,743 23
All other Payments.....	226,110 93
Balance.....	297,004 65
	\$826,858 81

LIABILITIES.

Reserve Fund.....	\$2,993,478 00
Death Losses awaiting Proofs.....	36,675 00
Other Liabilities.....	14,633 00
Surplus on Policyholders' Account.....	270,070 65
	\$3,314,856 65

Assets.....	\$3,314,856 65
Guarantee Capital.....	870,000 00
	\$4,184,856 65

Total Security.....	3,377,733 33
Policies were Issued Assuring.....	20,128,400 61
Total Insurance in Force.....	

After the adoption of the Report the retiring Directors were re-elected for the ensuing year. At a subsequent meeting of the Directors the retiring officers and the executive committee were re-elected.