# THE LONDON MUTUAL FIRE

## INSURANCE COMPANY OF CANADA,

**82 & 84 King Street East** **TORONTO, Ontario**

### DIRECTORS' REPORT.

**To the Shareholders and Members of The London Mutual Fire Insurance Company of Canada.**

Your Directors have pleasure in submitting to the Shareholders and Members their Fifty-first Annual Statement and Balance Sheet, duly certified by the Auditor for the year ending December 31st, 1910.

While the losses during the first half of the year were below the average, the second half was marked by numerous destructive individual fires, following each other in quick succession and involving heavy insurance losses.

In addition to the above we have to report two conflagrations, viz., Campbellton, N.B., and Victoria, B.C., in both of which we were interested.

Owing to the change in our mutual system, which became operative January 1st, 1910, our figures indicate a reduction in our premium income. This, however, is only an apparent reduction, and by 1912 normal conditions will again have been restored. Another result of this change will be that the unearned premium reserve on our mutual business is now based on the cash actually received during the year, thus placing us on an equal footing, for the first time, with the other companies operating under a Dominion license.

Separating the cash from the mutual business entirely, our Cash Assets show an increase of $68,881.56, and now stand at $624,712.83, while our Surplus, over all liabilities, including Capital Stock is $239,520.59.

Combining the Premium Notes with the Cash our total Assets show $955,307.74, and a Surplus of $570,115.50.

The invested Assets show a very satisfactory growth, while our interest earnings have risen to $21,435.85 during the year.

During the year there were issued 41,265 policies (new and renewals), covering $69,174,316.00, on which were collected gross premiums of $823,080.04, and the total amount at risk on December 31st was $101,978,496.00.

In view of the increased fire waste during the year throughout Canada and the United States generally, your Directors feel that the results obtained afford Shareholders and Members substantial evidence as to the conservative policy pursued by the management.

Three directors, viz., Messrs. Catelli, Davidson and Walsh, now retire, but are eligible for re-election.

Your Directors also desire to express their appreciation of the zeal, industry and loyalty of both office and field staffs during the year.

All of which is respectfully submitted.

D. WEISMILLER,
President and Managing-Director.

Dated, Toronto, February 11th, 1911.

### FINANCIAL STATEMENT.

**Expenditure.**

| | | | |
|---|---|---|---|
| To Gross Losses Paid.. | $347,335 26 | | |
| Less Reinsurance Recovered ........ | 129,642 89 | | |
| Net Losses .................. | | $217,692 37 | |
| To Unadjusted Losses, Estimated.. | | 23,320 43 | |
| To Expenses, including Commissions, Taxes, Salaries, etc..... | | 150,078 92 | |
| | | $391,091.72 | |
| Balance ...................... | | 45,547 41 | |
| | | | $436,639 13 |

**Income.**

| | | | |
|---|---|---|---|
| By Gross Premiums ..... | $823,080 04 | | |
| Less Cancellations and Reinsurance .... | 410,927 07 | | |
| | | $412,152 97 | |
| By Interest, Dividends, etc. ........ | | 21,435 85 | |
| By Profit from Sale of Securities.... | | 1,968 72 | |
| By Transfer Fees, etc. ............ | | 1,081 58 | |
| | | | $436,639 13 |

**Assets.**

| | | | |
|---|---|---|---|
| Bonds, Debentures and Stocks .......... | | $284,090 25 | |
| Cash in Bank and on Hand ......... | | 158,513 08 | |
| Mortgage Loans ....... | | 93,401 50 | |
| Assessments Accruing and in Process of Collection ...... | | 22,454 43 | |
| Accounts Receivable for Reinsurance ... | | 22,225 97 | |
| Agents' Balances ..... | | 22,112 56 | |
| Office Furniture & Goad's Maps ..$14,008 93 | | | |
| Less Written off .....$ 2,696 67 | | | |
| | | 11,312 26 | |
| Interest Accrued ....... | | 5,644 28 | |
| Real Estate ............ | | 4,958 50 | |
| | | | $624,712 83 |
| Unassessed Premium Notes Available if Required for Payment of Losses and Expenses ....... | | | 330,594 91 |
| Total Assets .......................... | | | $955,307 74 |

**Liabilities.**

| | | | |
|---|---|---|---|
| Reserve for Unadjusted Losses .......... | $ 23,320 43 | | |
| Due for Reinsurance ... | 34,402 84 | | |
| Reinsurance Reserve (Full Government Standard) ..... | 309,968 97 | | |
| Capital Stock Paid Up. | 17,500 00 | | |
| Total Liabilities ............. | | $385,192 24 | |
| **Cash Surplus over all Liabilities, including Capital Stock.** | **$239,520 59** | | |
| Total Surplus, including Unassessed Notes amounting to ... | 330,594 91 | | |
| | | **$570,115 50** | |
| | | | $955,307 74 |

A. T. PLATT,
Secretary.

### SECURITY FOR POLICYHOLDERS.

| | |
|---|---|
| Reserve for Unearned Premiums ............................ | $309,968 97 |
| Capital Stock, Paid and Unpaid ............................ | 100,000 00 |
| Surplus, December 31st, 1910 ............................ | 570,115 50 |
| | $980,084 47 |

Having audited the books of account, examined all vouchers, and verified securities, I certify the above Balance Sheet to be correct.

Toronto, 23rd January, 1911.

J. P. LANGLEY, Auditor.