

Federal Life Assurance Co.

OF CANADA.

23rd Annual Report and Financial Statement.

FOR THE YEAR ENDING DECEMBER 31st, 1904.

The twenty-third annual meeting of the shareholders of this company was held at the head office of the Company in Hamilton, on Tuesday, March 7, 1905, the president, Mr. David Dexter, in the chair. The following reports and financial statement were submitted:

DIRECTORS' REPORT.

Your directors have the honour to present the Report and Financial Statement of the Company for the year which closed on the 31st December, 1904, duly vouched for by the auditors.

The new business of the year consisted of two thousand two hundred and fifty applications for insurance, aggregating \$3,146,500, of which two thousand one hundred and seventy-seven applications for \$3,010,499.50 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 \$285,979.52, and have now reached \$2,148,773.37, exclusive of guarantee capital.

The security for policy-holders, including guarantee capital, amounted at the close of the year to \$3,018,773.37, and the liabilities for reserves and all outstanding claims, \$1,062,935.56, showing a surplus of \$1,055,837.81. Exclusive of uncalled guarantee capital, the surplus to policy-holders was \$185,837.81.

Policies on eighty-two lives became claims through death, to the amount of \$157,040.00, of which \$12,585 was reinsured in other companies.

Including Cash Dividends and Dividends applied to the reduction of premiums, with annuities, the total payment to Policy-holders amounted to \$108,911.34.

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 thirteen and a half per cent. in assets.

The assurances carried by the Company now amount to \$16,047,806.23, upon which the Company holds reserves to the full amount required by law, and, in addition thereto, a considerable surplus.

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 better than in the corresponding months of last year, and that the outlook for the future is very bright.

DAVID DEXTER,

President and Managing Director.

AUDITOR'S 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 Assets and Liabilities, show the result of the year's operations, and, also the financial position of the Company.

Respectfully submitted,

H. S. STEPHENS,

CHARLES STIFF,

Auditors.

Hamilton, 1st March, 1905.

FINANCIAL STATEMENT FOR 1904.

RECEIPTS.

Premium and Annuity Income	\$ 542,388 83
Interest, Rents and Profit on Sales of Securities	86,329 51

\$628,718 34

DISBURSEMENTS.

Paid to Policy-holders	\$ 198,911 34
All other payments	191,620 70
Balance	238,186 30

ASSETS, DECEMBER 31, 1904.

Debentures and Bonds	\$ 685,383 82
Mortgages	704,168 83
Loans on Policies, Bonds, Stocks, etc.	410,615 33
All other Assets	348,605 39

\$628,718 34

LIABILITIES.

Reserve Fund	\$1,887,724 81
Death Losses awaiting Proofs	51,140 00
Other Liabilities	24,070 75
Surplus on Policy-holders' Account	185,837 81

\$2,148,773 37

Assets	\$2,148,773 37
Guarantee Capital	870,000 00

\$3,018,773 37

Policies were issued Assuring	\$3,010,499 50
Total Insurance in Force	\$16,047,806 23

The foregoing reports and statements were received and adopted on the motion of the President, David Dexter, seconded by Vice-President Lieut.-Colonel Kerns.

The retiring Directors were re-elected, and at a subsequent meeting of the Directors the following officers were re-elected: Mr. David Dexter, President and Managing Director; Lieut.-Col. Kerns and Rev. Dr. Potts, Vice-Presidents.