FOUNDED 1805. THE OLDEST SCOTTISH INSURANCE OFFICE.

CALEDONIAN INSURANCE COMPANY

Extracts from the 98th Annual Report.

FIRE DEPARTMENT.

The results in this Department, which are fully set forth in the Fire Account appended hereto, have been of a very satisfactory character, enabling the Directors to replace in the Guarantee Fund the **$75,000** applied last year towards the exceptional losses of that year; also to add **$46,095** to the Reserve for unexpired risk thus restoring the ratio of that Reserve to 44 per cent. on the Premiums, as in 1900), and in addition to carry **$153,520** to Profit and Loss. The Premiums, which amount to **$1,816,080**, show a reduction of **$270,485** as compared with those for the preceding year. This is due to the total discontinuance of business in thirteen American States, and to the curtailment of business in six other American States at the end of the year 1901, as referred to in last Annual Report. The claim ratio, which in the preceding year was 68 per cent., has this year been only 52.3 per cent; and the expense ratio being 36.3 per cent., the total ratio of outgo to the Premiums for the year is 88.6 per cent.

FIRE REVENUE ACCOUNT (1902).

Fire Funds at 31st December 1901—			Fire claims after deducting sums reinsured.		$949,925
Guarantee Fund..		$1,275,000	Commission..		350,985
Reserve for Unexpired Risk..		752,980	Expenses of Management..		277,110
		$2,027,980	Foreign and Colonial Taxes..		30,510
Premiums..	$2,318,695				$1,608,530
Less Reinsurances..	502,615		Carried to Profit and Loss Account..		153,525
		1,816,085	Fire Funds at the end of Year—		
Interest (*less* Income Tax) on Fire Funds..		67,065	Guarantee Fund..	$1,350,000	
			Reserve for Unexpired Risk, 44 per cent., on 1902 Premiums.	799,075	
					2,149,075
		$3,911,130			**$3,911,130**

PROFIT AND LOSS ACCOUNT (1902).

Balances from 1901..	$140,590	Dividend paid in 1902..	$107,500
Interest (*less* Income Tax) yielded by investments representing Paid-up Capital, and Amount in Profit and Loss Account.. ..	22,760	Bad and Doubtful Debts..	225
Transfer Fees..	90	Income Tax on untaxed Interest..	2,025
Transferred from Fire Account..	153,525	Sum written off Investments..	5,000
Transferred from Life Account (Shareholders' proportion of Life Profits for Quinquennium ending 31st December, 1902)..	129,275	Balance	331,490
	$446,240		**$446,240**

FUNDS.

Capital paid-up..	**$537,500**
Fire Insurance Funds..	**2,149,075**
Balance Profit and Loss Account..	**331,490**
Life and Annuity Fund..	**10,165,845**
Total Funds 31st December, 1902..	**$13,183,910**

NOTE.—In the above, $5 are taken as equivalent to £1 Sterling.

HEAD OFFICE:
19 George Street, Edinburgh.

LONDON OFFICE:
82 King William Street, E.C.

GENERAL MANAGER—DAVID DEUCHAR, F.I.A., F.F.A.

CANADIAN BRANCH OFFICE:

112 ST JAMES ST., cor. Place d'Armes, - - - MONTREAL.

LANSING LEWIS, Manager. JOHN G. BORTHWICK, Secretary.