

REPORT

OF THE

DIRECTORS TO THE SHAREHOLDERS

OF

The Bell Telephone Company of Canada

For the Year ending 31st December,

1893

The Bell Telephone Company of Canada

1893.

The Directors beg to submit their fourteenth Annual Report.

2,639 Subscribers have been added during the year; the total number of sets of instruments now earning rental being 26,806.

24 Exchanges and 15 Agencies have been constructed and added to the system; the Company now owns and operates 275 Exchanges and 256 Agencies.

232 Miles of Poles, and 1,616 miles of Wire have been added to the Long Distance system in 1893; of these 60 pole miles and 1,288 wire miles are in the Ontario Department, and 172 pole miles and 328 wire miles are in the Eastern Department.

The Long Distance Lines now owned and operated by the Company comprise 12,071 miles of wire on 5,068 miles of poles.

Underground Construction has been continued at Ottawa and Toronto during the year, and it will be necessary to carry on this work from time to time as circumstances may warrant.

Continuing the policy adopted last year, your Directors have charged to Contingent Fund, \$30,000 on account of Exchange Construction, and \$19,275.10 on account of Long Distance Line Construction, these amounts having been expended on plant to take the place of plant already charged to construction.

The Gross Revenue for the year was.....	\$ 961,174.79
The Expenses were.....	724,791.42
The Net Revenue was	236,383.37
The Paid up Capital is.....	2,421,600.00

The balance of called up Capital amounts to \$218,400, of which \$187,325 has been prepaid, and the balance becomes due on the 1st April.

In view of the increased business in the City of Quebec, your Directors have deemed it advisable to erect a small building for a Branch Office at St. Rochs, and have purchased a property at the corner of Caron and St. Antoine Streets, upon which a building will be erected during the summer.

The Company having made exclusive contracts with all the larger Cities and Towns in Ontario, and a question having arisen as to the legality of such contracts, these Corporations applied to the Legislature of Ontario, and an Act was passed ratifying all contracts already made, and authorizing similar contracts in future.

All of which is respectfully submitted.

GEO. W. MOSS,
Vice-President.

CHARLES F. SISE,
President.

Montreal, February 22nd, 1894.

REVENUE ACCOUNT, 31st DECEMBER, 1893.

RECEIPTS.

Exchanges	\$759,049.62	
Less Unearned Rental reserve	11,442.67	
	<u>11,442.67</u>	\$747,606.95
Long Distance Lines		140,888.50
Private Lines.....		10,750.14
Miscellaneous		61,929.20
		<u>\$961,174.79</u>

EXPENSES.

Operating.....	\$661,278.91	
Legal.....	11,987.10	
Insurance.....	14,314.03	
Bond Interest.....	30,000.00	
Miscellaneous.....	7,211.38	
	<u>7,211.38</u>	\$724,791.42
Net Revenue for 1893		<u>\$236,383.37</u>
Less Dividends (Including No. 39 of 15th January, 1894)		186,059.73
		<u>\$ 50,323.64</u>
Balance Revenue from 1892.....		16,107.04
		<u>\$ 66,430.68</u>
Carried to Contingent Fund.....	\$49,275.10	
Carried forward to 1894.....	17,155.58	
	<u>17,155.58</u>	<u>\$ 66,430.68</u>

BALANCE SHEET, 31ST DECEMBER, 1893.

Stock Account.....	\$2,421,600.00
Bond Account.....	500,000.00
Contingent Fund, 1892.....	\$ 800,000.00
Add Transfer from Revenue Account.....	49,275.10
	\$ 849,275.10
Deduct Transfer from Construction Account.....	49,275.10
	\$ 800,000.00
Revenue Account.....	17,155.58
Unearned Rental Reserve.....	124,533.90
Insurance Reserve.....	32,666.59
Accident Reserve.....	2,150.00
Bond Interest Reserve.....	7,500.00
Prepaid Calls.....	187,325.00
Sundry Creditors.....	134,188.79
	\$4,227,119.86
Plant and Patents, 31st December, 1892.....	\$3,132,063.83
Purchase of Patents, 1893.....	1,100.50
Construction, 1893.....	\$376,263.36
Less charged Contingent Fund.....	49,275.10
	326,988.26
Plant and Patents, 31st December, 1893.....	\$3,460,152.59
Stores on Hand.....	270,642.75
Real Estate.....	259,594.42
Stock in other Companies.....	111,772.73
Sundry Debtors.....	23,528.79
Due from Agencies.....	67,599.95
Cash.....	33,828.63
	\$4,227,119.86

ASSETS AND LIABILITIES, 31ST DECEMBER, 1893.

ASSETS.

Plant and Patents.....	\$3,460,152.59
Stores on Hand.....	270,642.75
Real Estate.....	259,594.42
Stock in other Companies.....	111,772.73
Debtors and Cash.....	124,957.37
	\$4,227,119.86

LIABILITIES.

Stock and Bonds.....	\$2,921,600.00
Prepaid Calls.....	187,325.00
Sundry Creditors.....	134,188.79
Unearned Rentals.....	124,533.90
Bond Interest.....	7,500.00
	\$3,375,147.69
Surplus.....	\$ 851,972.17

APPROPRIATION OF SURPLUS.

Contingent Fund.....	\$800,000.00
Insurance Reserve.....	32,666.59
Accident Reserve.....	2,150.00
Balance Revenue carried forward.....	17,155.58
	\$ 851,972.17

Audited and Certified,

P. S. ROSS & SONS,

19th February, 1894.

Chartered Accountants.

CHAS. P. SCLATER,

Secretary-Treasurer.