

THIRTY-FIFTH ANNUAL REPORT

DECEMBER 31st, 1898.

Huron & Erie

LOAN AND SAVINGS COMPANY.

LONDON, CANADA.

Capital Subscribed,	- - -	\$3,000,000.00
" Paid-up,	- - -	1,400,000.00
Reserve Fund,	- - -	780,000.00

Directors.

J. W. LITTLE, *President.*

PHILIP MACKENZIE, *Vice-President.*

PROF. WM. SAUNDERS.

F. E. LEONARD.

JOHN LABATT.

V. CRONYN.

Manager.

G. A. SOMERVILLE.

Solicitors.

CRONYN & BETTS.

Auditors.

GEO. F. JEWELL, F.C.A. | THOS. A. BROWNE.

Bankers in Canada.

THE BANK OF MONTREAL.

THE CANADIAN BANK OF COMMERCE

THE MOLSONS BANK.

Bankers in Great Britain.

THE BANK OF SCOTLAND.

THE HURON AND ERIE LOAN AND SAVINGS COMPANY.

London, Ontario, January 28th, 1899.

Notice is hereby given that the Thirty-fifth General Annual Meeting of the Shareholders of this Company will be held at the Company's Office, in London, on Wednesday, the 8th day of February next, at three o'clock in the afternoon, for the purpose of electing Directors to serve for the ensuing year, and for all other general purposes relating to the management of the Company.

A full statement of the Company's affairs for the year ending 31st December, 1898 (a copy of which is annexed), will also be submitted to the Meeting.

Your attendance is respectfully requested.

By order of the Board,

G. A. SOMERVILLE,

Manager.

THIRTY-FIFTH ANNUAL REPORT

—OF THE—

Huron & Erie Loan & Savings Company.

The Directors of the Huron & Erie Loan & Savings Company beg to submit herewith their Thirty-fifth Annual Report, showing the results of the business of the Company for the past year, accompanied by the balance sheet to December 31st, 1898, duly audited.

The net profits for the year show an improvement over last year's results, due mainly to reductions made in interest on borrowed capital. After defraying the expenses of management and all other charges, and writing off anticipated as well as actual losses, the balance available for distribution is \$168,762 52, the following disposition of which has been approved by the Board:—

Dividends, 9 per cent. per annum, and income tax thereon,	\$128,636 76
Addition to Reserve Fund, - - -	30,000 00
Applied in reduction of Office Premises account, - - -	5,000 00
Addition to balance of unappropriated profits, carried forward	5,125 76
Total, - - -	\$168,762 52

As heretofore no investments have been made by the Company outside of Western Ontario. The applications for loans have been scrutinized with the usual care, and only such have been accepted as were considered desirable after examination and report by the Company's Inspectors.

Throughout the year the demand for money on mortgage has been fairly good, but at declining rates of interest. The amount of new loans effected during the year, including mortgages renewed for a further term, was over \$1,500,000.00.

The prosperity and greater activity apparent in almost every department of business are observable also in an increased demand for farm property, generally at improved prices. Borrowers have met their payments very satisfactorily, and the Real Estate held by the Company, exclusive of Office Premises, is taken into account at only \$10,800.00. This sum includes all properties remaining unsold which have come into the possession of the Company by foreclosure, failure to obtain purchasers under power of sale, or otherwise.

Your Directors desire to bear testimony to the very efficient manner in which the Manager and the other officers of the Company have discharged their respective duties.

All of which is respectfully submitted.

LONDON, ONTARIO,
January 28th, 1899.

J. W. LITTLE,
President.

The Huron and Erie Loan and Savings Co.

STATEMENT FOR YEAR ENDING 31st DECEMBER, 1898.

DR.	PROFIT AND LOSS.	CR.	
To dividend No. 68, 4½%, - - -	\$63,000 00	By Balance brought forward, - - -	\$ 17,427 94
" Do. " 69, 4½%, - - -	63,000 00	" Interest Earned, - - -	361,464 01
" Income Tax, - - -	2,636 76	" Rents from Office Building, - - -	558 00
	\$128,636 76	" Profit on Sterling Exchange, - - -	305 86
" Interest on Deposits, - - -	\$41,743 74		
" Do. Sterling Debentures, - - -	52,952 21		
" Do. Canadian Do. (Including Interest accrued but not due.) - - -	60,133 07		
	\$154,829 02		
" General Expense Account, - - -	17,857 15		
" Other Expenses, including Directors' Fees, Auditors' Salaries, Solicitors' Fees, Taxes on Office Premises, &c. - - -	5,858 84		
" Commission on Loans, - - -	6,298 83		
" Land Inspection, - - -	4,788 65		
" Commission and other Expenses on Sterling Debentures, - - -	1,822 44		
	\$36,625 91		
" Losses on Real Estate, - - -	2,110 42		
" Written off Office Premises, - - -	5,000 00		
" Transferred to Reserve Fund, - - -	30,600 00		
" Balance, - - -	22,553 70		
	\$379,755 81		\$379,755 81

ASSETS AND LIABILITIES.

LIABILITIES TO THE PUBLIC:		By Cash Value of Mortgages,	
To Deposits, - - -	\$1,393,552 26	- - -	\$6,119,034 46
" Sterling Debentures, - - -	1,352,582 92	Less amount retained to pay prior Mortgages, - - -	30,626 66
" Canadian Do. - - -	1,540,596 42		\$6,088,407 80
" Interest accrued but not due, - - -	35,140 48	" Real Estate on hand, - - -	10,800 00
	\$4,321,872 08	" Office Premises, - - -	15,000 00
TO THE SHAREHOLDERS:		" Cash Value of Debentures and Government Inscribed Stock, - - -	268,560 00
To Capital Stock paid-up, - - -	\$1,400,000 00	" Cash in office, - - -	3,774 20
" 69th Dividend, due 3rd January, 1899, - - -	63,000 00	" Cash in Banks - - -	200,927 16
" Reserve Fund, - - -	780,000 00		\$ 473,261 36
" Unclaimed Dividends, - - -	43 38		
" Balance, - - -	22,553 70		
	\$2,265,597 08		
	\$6,587,469 16		\$6,587,469 16

G. A. SOMERVILLE, *Manager.*

We hereby certify that we have carefully audited the Books and Accounts of THE HURON AND ERIE LOAN AND SAVINGS COMPANY for the year ending 31st December, 1898. The Cash and Bank Accounts have been audited monthly; the postings and balances of all the Company's Ledgers examined quarterly; and we find the whole correct and in accordance with the above statements. We have also examined the Company's Securities and find them in order.

LONDON, 26th January, 1899.

GEO. F. JEWELL, F.C.A., }
THOS. A. BROWNE, } *Auditors.*