

Report, 1888.

Citizens Insurance Company of Canada.

Report of Directors presented to the Shareholders at their Annual Meeting, 4th March, 1889.

The Directors beg to submit their report of the business of the Company for the year ending 31st December, 1888, which I am happy to be able to state is of a *highly favorable character*.

REVENUE AND EXPENDITURE.

FIRE BRANCH.

Amount received in premiums, interests and rents.....	\$270,351 60
Amount paid in losses, re-insurance expenses, etc.....	238,348 40
Balance to Profit and Loss	\$ 32,003 20

ACCIDENT BRANCH.

Amount received in premiums.....	\$ 45,654 47
“ of expenditure for Losses, Commission Salaries, &c., &c., &c.....	41,492 16
Balance to Profit and Loss	\$ 4,162 31

LIFE BRANCH.

Amount received for premiums interest &c.....	\$ 73,313 91
Expenditure for Life and Endowment Losses, Commissions, Medical Fees, Salaries, &c..	49,053 72
Balance to Profit and Loss	\$ 24,260 19

RECAPITULATION.

SURPLUS IN ALL BRANCHES.

Fire	\$ 32,003 20
Accident.....	4,162 31
Life.....	24,260 19

Say sixty thousand four hundred and twenty-five dollars and seventy cents. \$ 60,425 70

Further particulars and details of the several accounts will be found appended hereto, to which attention is directed.

Thus it will be seen that the business of the Company has been well sustained during the year, this is specially noticeable in the *Life Branch*, which, in all cases, furnishes a safe criterion of the public confidence in a mixed Company like the Citizens.

The business of insurance in this branch during the past year was \$805,500, as compared with \$504,000 during 1887. The quinquennial distribution of profits will be made as soon as the actuarial computation shall have been made.

ACCIDENT BRANCH.

This youngest of the branches of the Company, has grown rapidly, its annual income having increased from \$3,532 in 1879 to \$45,654 in 1888, exhibiting a ratio of progress not excelled, if equalled, by any other company doing business in Canada.

CALLS ON CAPITAL.

Subsequent to the last annual meeting, anxious consideration was given to the Cash Capital of the Company, and while it was admitted, on all hands, that the stock list of Subscribed Capital was large and most respectable, excelled by that of no other company, it was deemed advisable to adopt the recommendation of the Superintendent of Insurance, and call up ten per cent of the Subscribed Capital, which was accordingly done, in two amounts of five per cent each, payable in August and November respectively. The shareholders generally approved of the reasons which led to this step being taken, and I am happy to add that the calls were very generally responded to, and the amount of \$83,906.32 was paid in to the credit of Capital account.

RETROSPECT.

The retrospect of the year shows that the business at the head office of the Company, and at the Agencies in the several provinces, has had careful vigilant attention; and the officers in the several departments, and agents in the several cities and towns, have shown both zeal and assiduity in their work, and proofs are not wanting that they, one and all, feel an unshaken confidence in the Company and faith in its continued prosperity and success.

The Directors have declared an *Interest* dividend equal to six per cent on the capital paid in, payable on the 15th inst.

The report of the auditors Messrs. Jackson Rae and Wiliam Hodgson is subjoined.

The Directors retiring are Messrs. C. D. Proctor, H. Montagu Allan and Henry Lyman, all of whom are eligible for re-election.

HENRY LYMAN,
President.

1888.—Accounts.

FIRE BRANCH.

REVENUE.		EXPENDITURE.	
Premiums	\$264,125 03	Losses paid and outstanding, including Adjustment expenses	\$144,058 34
Interest and Rents (Net)	6,226 57	Re-Insurances, Return Premiums and Commission to Agents	73,342 29
		Expenses, including Rent, Taxes, Salaries and Fees, Printing, Plant, Law Costs, &c.	20,947 77
		Balance to credit of Profit and Loss Account	32,003 20
	\$270,351 60		\$270,351 60

LIFE BRANCH.

REVENUE.		EXPENDITURE.	
Premiums (Net)	\$63,227 72	Endowments and Death Claims paid and outstanding ..	\$ 19,644 33
Interest (Net)	10,086 19	Surrender Values—Bonuses, &c	1,894 09
		Expenses, including Agents' Commissions, Medical Fees, Salaries, Taxes, Rents, &c	27,515 30
		Balance to credit of Profit and Loss Account	24,262 19
	\$73,313 91		\$73,313 91

ACCIDENT BRANCH.

REVENUE.		EXPENDITURE.	
Premiums (Net)	\$45,654 47	Losses paid	\$18,478 76
		Expenses, including Commissions to Agents, Salaries, Taxes, Rents, &c.	23,013 40
		Balance to credit of Profit and Loss Account	4,162 31
	\$45,654 47		\$45,654 47

SUMMARY.

Surplus of the year—Fire Branch	\$32,003 20	Net Surplus of the Year, after providing for all Outstanding Losses \$60,425 70
“ “ “ Life Branch	24,260 19	
“ “ “ Accident Branch	4,162 31	
	\$60,425 70	\$60,425 70

Assets and Liabilities.

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LIFE AND ACCIDENT BRANCHES.

ASSETS.		LIABILITIES.	
Windsor Bonds.....	\$ 13,190 00	Losses in course of adjustment	\$ 10,503 17
Montreal Harbour Bonds	58,340 00	Due upon Head Office property and all other Liabilities	69,281 03
Three Rivers Bonds.....	79,275 00	Surplus Of Assets Over Liabilities.....	229,239 48
Real Estate.....	107,638 33		
Bills Receivable, Mortgages and Cash Deposits in Court	10,352 67		
Parkhill Bonds.....	3,150 00		
Sundry Debtors and Re-insurance due from other			
Companies	8,919 01		
Premiums in course of collection and Agents' Balances.	17,397 63		
Furniture, Plans and Plant	6,774 40		
Accrued Interest and Rents.....	1,936 78		
Cash in Bank and Office.....	2,049 86		
	\$309,023 68		\$309,023 68

LIFE BRANCH.

ASSETS.		LIABILITIES.	
Montreal Harbor Bonds	\$ 16,920 00	Death Claims advised, but not proved	\$ 4,600 00
Toronto City Bonds.....	11,769 32	Other liabilities.....	645 53
Montreal City Stock.....	21,820 00	Surplus Of Assets Over Liabilities.....	282,000 36
Canada Central Railway Bonds.....	10,074 00		
Montreal Corporation Bonds	15,437 50		
Montreal Loan and Mortgage Company's Stock.....	8,700 00		
West Tilbury Township Bonds.....	3,561 88		
Sandwich Township Bonds.....	2,223 60		
Parkhill Bonds	1,050 00		
Windsor Debentures	2,513 52		
R. C. School Bonds.....	2,400 00		
Loans on Policies.....	7,648 03		
Dominion Telegraph Bonds.....	10,025 33		
Accrued Interest and other Assets.....	22,856 37		
Outstanding and Deferred Premiums, less 10 per cent.	27,548 80		
Dundas Cotton Co. Debentures, 1st Mortgage.....	10,200 00		
Montreal " " " ".....	16,352 50		
London Loan Company " ".....	5,000 00		
C. P. R. Land Grant Bonds.....	5,425 00		
Quebec Provincial Bonds	32,700 00		
Merrittton Bonds.....	10,500 00		
City of Victoria, B. C., Bonds.....	21,800 00		
Cash in Bank and on hand.....	20,720 04		
	\$287,245 89		\$287,245 89

RESERVE FUND AND CAPITAL ACCOUNT.

Shareholders Capital, 11,880 Shares (Subscribed) of		Fire and Accident Reserve Fund (Net).....	\$ 124,641 96
\$100 reduced to \$85 each.....	\$1,009,800 00	Life Reserve Funds (Government computation).....	269,370 89
Balance of Fire and Accident Assets.....	229,239 48	Capital Paid-up.....	163,463 50
Balance of Life Assets.....	282,000 36	Balance, being Surplus Security.....	963,563 49
	\$1,521,039 84		\$1,521,039 84

AUDITORS' REPORT.

(COPY.)

To the President and Directors of the Citizens Insurance Company of Canada.

GENTLEMEN,

We beg to report that we have carefully examined the Books, Vouchers, etc., of the Company for the year ending the 31st December, 1888, comparing the Vouchers with the Books, checking each entry, and verifying the Investments, etc. We have much pleasure in certifying to the correctness of the same.

(Signed,)

JACKSON RAE, }
WM. HODGSON, } Auditors.

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