

REPORT OF THE DIRECTORS
TO THE
SHAREHOLDERS
OF THE
Citizens Insurance Company,
AT THE
ANNUAL MEETING, CALLED FOR 2ND FEBRUARY, 1880,
BUT ADJOURNED TILL MONDAY, 16TH FEBRUARY, 1880.

AT the Annual Meeting last year, the Directors, while they did not anticipate large profits during the year, ventured to hope for fairly remunerative results.

They regret to say that the profits of the business have fallen short of this, partly because the losses have been exceptionally large, and greatly owing to the low rates of premium which keen competition among the companies doing business in Montreal has forced them to accept.

The Directors have devoted the closest attention and scrutiny to the risks taken, and they think it will be found that the losses made by the Company bear no unfavorable comparison with most of the others.

It seems probable that, with better and more prosperous times, fewer losses will be experienced in the Fire Department, and that this Company will reap corresponding benefit.

The utmost economy has been exercised in every branch of the business, and no effort has been spared on the part of the Directors to bring about more favorable results.

The accounts of the Company have been carefully audited, and they show that during the year, in the Fire, Guarantee and Accident branches, after making full provision for outstanding losses and re-insurance reserves, there is a deficit of \$3,804.39, against which there is an improvement in the Life Department of \$4,708.49, showing a net increase of assets to the Company of \$904.10,—this after providing for an increased re-insurance reserve in all departments of \$11,729.78 over the year 1878.

It will be gratifying to you to note that, as the result of the Directors' attention to the Life Branch in the past year, there have been issued 186 new policies, insuring \$410,250, as against 30 policies in the preceding year, for \$47,250. It will be our earnest effort to push this branch in future.

The life statements have undergone a careful examination, and are valued on H. M. $4\frac{1}{2}$ Tables, as required by Government. They show that in that department there is an excess of assets over all liabilities, amounting to \$4,708.49.

The Directors who go out of office at this term are Sir Hugh Allan, Messrs. Henry Lyman and Robert Anderson, and Mr. A. Prevost, who was put on the Board in place of Mr. Cassidy, who resigned his seat. They are all eligible for re-election.

HUGH ALLAN,
President.

MONTREAL, 13th February, 1880.

Statement of Business as at Year ending December 31st, 1879.

FIRE DEPARTMENT.

254	Three year Policies in force	\$ 670,268 00	\$ 5,452 58
5,454	Policies—new and renewed	10,679,765 00	106,943 33
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5,708		\$11,350,033 00	\$112,395 91
659	Cancelled and terminated	1,468,131 00	13,453 24
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5,049	Policies in force, assuring	\$ 9,881,902 00	\$ 98,942 67
	Less Re-Insurances	738,429 00	9,089 71
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	Net amount in force	\$ 9,143,473 00	\$ 89,852 96

GUARANTEE DEPARTMENT.

227	New Policies issued	\$ 392,250 00	\$ 3,164 06
580	Policies renewed	1,308,000 00	11,203 62
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807		\$1,700,250 00	\$14,367 68
24	Cancelled and Expired	104,350 00	775 84
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783	Policies in force	\$1,595,900 00	\$13,591 84

ACCIDENT DEPARTMENT.

277	New Policies issued	\$595,500 00	\$2,469 90
183	Policies renewed	297,500 00	1,639 00
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460		\$893,000 00	\$4,108 90
115	Cancelled and Expired	262,500 00	617 40
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345		\$630,500 00	\$3,491 50
	Less Re-Insurance	20,000 00	100 75
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	Net amount in force	\$610,500 00	\$3,390 75

FIRE, GUARANTEE AND ACCIDENT BRANCHES.

FINANCIAL STATEMENT.

ASSETS.	LIABILITIES.
Merchants Bank Stock, 242 Shares, at 87½... \$21,175 00	Fire Losses in course of adjustment. \$7,175 00
54,000 6½ % Montreal Harbour Bonds, at 110 59,400 00	Less at credit of suspense acct 2,889 22
2,000 6% " " " " 104 2,080 00	\$4,285 78
Provincial Loan Company, 10 shares 250 00	Fire Losses Contested, estimated at 2,750 00
Interest accrued 3,630 00	Guarantee Losses in course of ad- 8,975 00
Real Estate 85,000 00	justment
Metropolitan Bank 300 00	Guarantee Losses of 1877, contested, 22,077 00
Furniture (Office) 800 00	estimated at
Mortgage on Real Estate 3,000 00	Accident Claim 60 00
Outstanding Agents' Balances 4,128 10	Mortgage 45,940 68
Bills Receivable 4,320 06	Reserve } Fire 49,039 01
Sundry Accounts due Company 1,076 33	for } Guarantee 5,154 38
Cash in Merchants' Bank \$7,397 83	Re-Insurance } Accident 1,356 30
	55,549 69
	<u>Balance being excess of Assets..</u> 52,919 17
\$192,557 32	\$192,557 32

LIFE DEPARTMENT.

STATEMENT FOR THE YEAR ENDING 31st DECEMBER, 1879.

ASSETS.	
12,000 6½ % Montreal Harbour Bonds, at 110.....	\$13,200 00
15,000 6 % Montreal Corporation Stock, at 105	15,750 00
2,600 7 % Montreal Corporation Stock, at 127	3,302 00
56,000 6 % Montreal Corporation Bonds, at 104.....	58,240 00
94 shares Merchants' Bank Stock, at 87½.....	8,225 00
	<u>\$98,717 00</u>
(Carried out at market value.)	
Cash in Merchants' Bank	14,667 24
Interest accrued.....	740 33
Loans on Policies.....	6,627 25
Outstanding Premiums	\$ 4,252 38
Deferred Premiums.....	5,897 87
	<u>\$10,150 25</u>
Less 10 % cost of collection	1,015 02
Agents' balances	9,135 23
	443 52
	<u>\$130,330 57</u>

LIABILITIES.	
Reserve for Surrender Policies.....	\$ 316 34
Outstanding Death Claims (due, but unclaimed)....	5,000 00
Balance of Bonus, 1879	1,831 64
Sundry Liabilities.....	250 00
Amount computed to cover the net reserve on all outstanding Policies taken at H. M. 4½ per cent., as required by Gov't.....	118,224 10
<u>Excess of Assets</u> over all Liabilities.....	<u>4,708 49</u>

\$130,330 57

CITIZENS INSURANCE COMPANY
Reports ...
Lists ...

Statement of Business as at Year ending 31st December, 1879.

LIFE DEPARTMENT.

598	Policies in force per last Statement.....	\$ 931,977 10
186	New Policies issued.....	410,250 00
2	Policies restored.....	2,000 00
19	Paid up Policies.....	7,103 76
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805		\$1,351,330 86
116	Policies cancelled and terminated.....	175,284 00
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689	Policies in force, assuring.....	\$1,176,046 86
	Less Re-Insurance.....	5,000 00
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		<u>\$1,171,046 86</u>

Canadian pamphlet