

REPORT

OF THE

DIRECTORS TO THE SHAREHOLDERS

OF

The Bell Telephone Company of Canada

For the Year ending 31st December,

1897

The Bell Telephone Company of Canada

1897.

The Directors beg to submit their eighteenth Annual Report.

983 Subscribers have been added during the year, the total number of sets of instruments now earning rental being 30,445.

The Company now owns and operates 349 Exchanges and 261 Agencies.

35 miles of poles and 703 miles of wire have been added to the Long Distance system in 1897; of these 5 pole miles and 209 wire miles are in the Ontario Department, and 30 pole miles and 494 wire miles are in the Eastern Department.

The Long Distance Lines, now owned and operated by the Company, comprise 16,567 miles of wire on 6,095 miles of poles.

Under authority of the Shareholders, \$66,500 Bonds have been sold during the year, the premium thereon being 10 per cent.

Continuing the policy adopted in past years, your Directors have charged to Contingent Fund \$150,000, that amount having been expended during the year on construction rendered necessary by the introduction of trolley and other strong current wires, but which has not increased the earning power of the plant.

All of which is respectfully submitted.

ROBERT MACKAY,
Vice-President.

CHAS. F. SISE,
President.

MONTREAL, February 24th, 1898.

REVENUE ACCOUNT, 31st DECEMBER, 1897.

RECEIPTS.

Exchanges	\$862,319.29
Long Distance Lines	229,917.98
Private Lines	12,619.01
Miscellaneous	80,828.93
	<u>\$1,185,685.21</u>

EXPENSES.

Operating	\$825,038.94
Legal	7,725.51
Insurance	23,733.68
Bond Interest	45,683.30
Miscellaneous	3,752.21
	<u>\$ 905,933.64</u>
Net Revenue for 1897	\$ 279,751.57
Less Dividends (including Jan. 15th, 1898)	253,440.00
	\$ 26,311.57
Balance Revenue from 1896	56,052.60
Carried forward to 1898	<u>\$ 82,364.17</u>

BALANCE SHEET, 31ST DECEMBER, 1897.

Stock Account.....	\$3,168,000.00
Bond Account.....	940,000.00
Contingent Fund.....	\$ 950,000.00
Less transferred to Construction Account.....	150,000.00
	\$ 800,000.00
Revenue Account.....	82,364.17
Unearned Rental Reserve.....	163,541.66
Insurance Reserve.....	68,037.12
Accident Reserve.....	15,574.06
Bond Interest Reserve.....	11,750.00
Sundry Creditors.....	287,789.09
Bond Premium.....	6,650.00
	\$5,543,706.10
Plant and Patents, 31st December, 1896.....	\$4,202,567.79
Purchase of Patents, 1897.....	1,767.00
Construction, 1897.....	\$341,214.09
Less Contingent Fund.....	150,000.00
	\$ 191,214.09
Plant and Patents, 31st December, 1897.....	\$4,395,548.88
Stores on Hand.....	169,079.44
Real Estate.....	649,295.73
Stock in other Companies.....	164,731.50
Sundry Debtors.....	40,897.87
Due from Agencies.....	74,858.91
Cash.....	49,293.77
	\$5,543,706.10

Audited and Certified,
P. S. ROSS & SONS,
Chartered Accountants.

CHAS. P. SCLATER,
Secretary-Treasurer.