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THE BANK OF TORONTO, TORONTO



SEVENTY NINTH
ANNUAL REPORT
NOV. 30, 1934

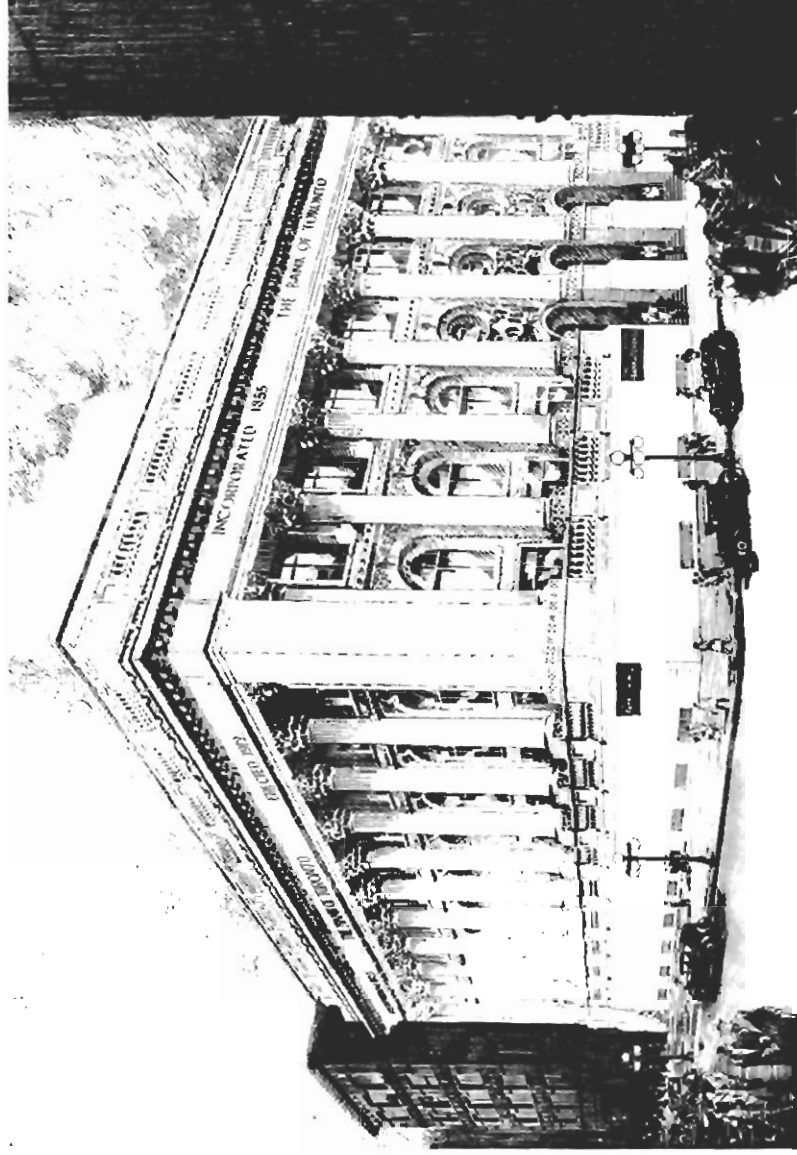
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THE
BANK OF TORONTO

TORONTO



SEVENTY-NINTH
ANNUAL REPORT
NOV. 30, 1924



THE BANK OF TORONTO, TORONTO

OFFICERS

HEAD OFFICE, TORONTO

HARVEY B. HENWOOD	-	<i>General Manager</i>
F. H. MARSH	-	<i>Assistant General Manager</i>
H. HOPKINS	-	<i>Chief Inspector</i>
R. PASHBY	-	<i>Secretary</i>
W. A. RUTHERFORD	-	<i>Chief Accountant</i>

SUPERVISORS' DEPARTMENT

B. S. VANSTONE	-	<i>Chief Supervisor (Eastern)</i>
B. E. KELLY	-	<i>Chief Supervisor (Western)</i>
E. S. BRAY		P. J. HANLEY
J. J. WINSBY		

MONTREAL

J. L. CARSON	-	<i>Superintendent of Quebec Branches</i>
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WINNIPEG

J. A. WOODS	-	<i>Western Superintendent</i>
WM. KERR	-	<i>Western Inspector</i>

VANCOUVER

E. W. LAMPREY	-	<i>Superintendent of British Columbia Branches</i>
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AUDITORS 1935

D. McK. McCLELLAND, F.C.A.	A. B. SHEPHERD, F.C.A.
of Price, Waterhouse & Co.	of Peat, Marwick, Mitchell & Co.
London, Eng.	Toronto, Ont.

SEVENTY-NINTH

ANNUAL REPORT

NOVEMBER 30TH, 1934

INCORPORATED 1855

CAPITAL AUTHORIZED,	-	\$10,000,000.00
CAPITAL SUBSCRIBED,	- - -	6,000,000.00
CAPITAL PAID-UP,	- - -	6,000,000.00
REST,	- - - - -	9,000,000.00
PROFIT and LOSS ACCOUNT.	-	737,173.32

THE BANK OF TORONTO

PRESIDENT

W. G. GOODERHAM, { President Canada Permanent Mortgage Corporation
TORONTO. { " Canada Permanent Trust Company.
" Manufacturers Life Insurance Co.

VICE-PRESIDENT

JOHN R. LAMB, { General Manager
TORONTO. { The Bank of Toronto 1922 to 1928.

DIRECTORS

WILLIAM STONE, { Director Canada Permanent Mortgage Corporation.
TORONTO. { " Canada Permanent Trust Co.
" Manufacturers Life Insurance Co.

COL. SIR ALBERT E. { President Dominion of Canada General Insurance
GOODERHAM, K.C.M.G. { Company.
TORONTO. { " Casualty Company of Canada.
2nd Vice-President Canada Permanent Mortgage
" Corporation.
" Canada Permanent Trust Co.
Director British American Oil Company, Limited.

BRIG.-GEN. F. S. MEIGHEN, { President Lake of the Woods Milling Co., Limited.
MONTREAL. { " Inter City Baking Co. Limited.
" New Brunswick Railway Company.
Director Aldred Investment Corporation (Canada).
" Canada North West Land Company.
" Canadian Pacific Railway Company.
" (Canadian Board) Phoenix Fire Insurance
Company of London.
" Rosamond Woollen Company.

COL. WILLIAM I. GEAR, { Chairman, Board of Directors, Cassidy's Limited.
MONTREAL. { President Crown Trust Co.
Vice-President Keewatin Flour Mills Co., Limited.
Director Wabasso Cotton Co., Limited.



THE BANK OF TORONTO. MONTREAL

THE BANK OF TORONTO

DIRECTORS—CONTINUED

PAUL J. MYLER, { Chairman and President Canadian Westinghouse
HAMILTON. { Company, Ltd.
Vice-President Landed Banking & Loan Co.
Director The Toronto General Trusts Corporation.
" Westinghouse Air Brake Company,
Pittsburg

ARCHIBALD H. CAMPBELL, { Vice-President Consumers Gas Company.
TORONTO. { Director The Toronto General Trusts Corporation.

JOHN I. MCFARLAND, { President Imperial Motors, Ltd.
CALGARY. { Director Metals, Limited.
" Burns & Co., Limited.
" Manitoba Bridge and Iron Works.
" Manitoba Rolling Mills, Limited.

THOS. F. HOW, TORONTO. { Retired.

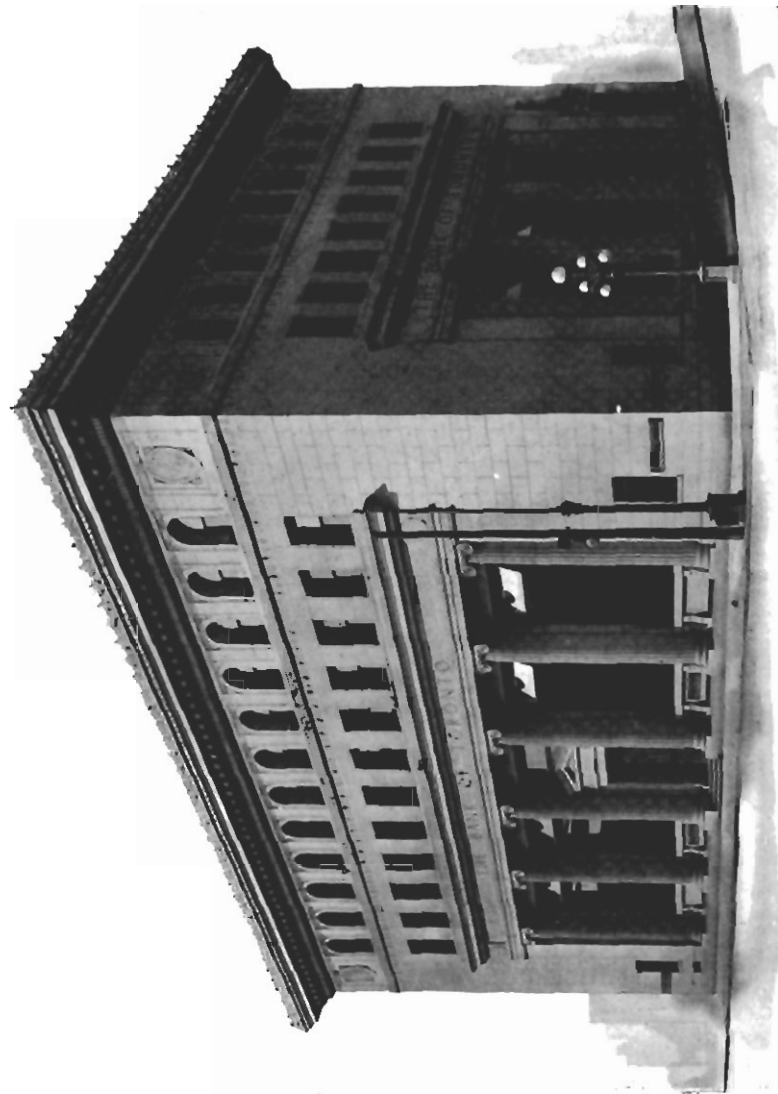
FREDERICK K. MORROW, { Trustee, Canadian National Railways.
TORONTO. { Director, The Ogilvie Flour Mills Co., Limited.
" Massey-Harris Co., Limited.
" Wilsil Limited.
" Toronto Elevators Limited.
" Christie, Brown & Co., Limited.
" Consolidated Bakeries of Canada, Limited.
" Gold Dust Corporation.

HARVEY B. HENWOOD, { General Manager
TORONTO. { The Bank of Toronto.

J. DOUGLAS WOODS, { President, Zimmerknot Company, Limited.
TORONTO. { Vice-President and Managing Director,
York Knitting Mills Limited.

GEORGE KIDD, { Director British Columbia Packers Ltd.
VANCOUVER. { " B.C. Power Corporation Limited.
" B.C. Pulp & Paper Co., Ltd.
" Yorkshire & Canadian Trust Company,
Limited.

AUBREY DAVIS, { Vice-President, Davis Leather Co., Limited.
NEWMARKET.



THE BANK OF TORONTO, VANCOUVER

THE BANK OF TORONTO

PROCEEDINGS OF THE

SEVENTY-NINTH ANNUAL GENERAL MEETING

HELD ON

WEDNESDAY, 16TH JANUARY, 1935

The Annual General Meeting of the Stockholders of The Bank (being the Seventy-Ninth since the commencement of business) was held, pursuant to the terms of the Charter, at the Banking House of the Institution, corner King and Bay Streets, Toronto, on Wednesday, 16th January, 1935.

Moved by Mr. PAUL J. MYLER, seconded by Mr. J. DOUGLAS WOODS, and

Resolved—That Mr. W. G. Gooderham be appointed Chairman of the Meeting and that Mr. F. H. Marsh be requested to act as Secretary.

Carried

Moved by COL. SIR. A. E. GOODERHAM, K.C.M.G., seconded by COL. WILLIAM I. GEAR, and

Resolved—That the Minutes of the last Annual Meeting be taken as read and approved.

Carried

Moved by Mr. AUBREY DAVIS, seconded by Mr. WILLIAM STONE, and

Resolved—That Mr. Duncan Coulson and Mr. W. B. Maclean, be appointed Scrutineers, and that after the ballot they report to the Chairman.

Carried

The Secretary then read the Annual Report as follows:—

The Directors of The Bank of Toronto beg to present their Report for the year ending 30th November, 1934, together with the Statement of the Bank's affairs and the results of the operations for the year.

THE BANK OF TORONTO

PROFIT AND LOSS ACCOUNT

Profits for the year ending 30th November, 1934, after providing for

Dominion and Provincial Taxes..... \$204,003 52

Staff Pension Fund..... 80,000 00

and making appropriations to contingent accounts, out of which accounts full provision for bad and doubtful debts has been made. \$ 822,499 18

Written off Bank Premises..... 100,000 00

722,499 18

Dividends at the rate of 10% per annum..... 600,000 00

Balance of Profits carried forward..... 122,499 18

Profit and Loss Balance 30th November, 1933..... 614,674 14

Profit and Loss Balance 30th November, 1934..... 737,173 32

W. G. GOODERHAM,
President.

HARVEY B. HENWOOD,
General Manager.

The Head Office and all Branches have been regularly inspected by the Bank's Inspection Staff, and at the Head Office the usual verification of cash and securities has been made.

The Auditors appointed by the Shareholders, Mr. D. McK. McClelland, F.C.A., and Mr. A. B. Shepherd, F.C.A. made their examination of our Head Office and principal Branches, and their report accompanies the General Statement herewith.

All of which is respectfully submitted,

W. G. GOODERHAM,
President.

THE BANK OF TORONTO

GENERAL NOVEMBER 30TH

LIABILITIES

Notes of the Bank in Circulation	\$6,465,239 00
Deposits by and balances due to Dominion Government.....	\$ 705,412 17
Deposits by and balances due to Provincial Governments.....	1,186,531 22
Deposits by the public not bearing interest.....	14,316,917 60
Deposits by the public bearing interest, including interest accrued to date of statement.....	77,504,865 31
	<u>93,713,726 30</u>
Advances under the Finance Act	1,500,000 00
Deposits by and balances due to other banks in Canada.....	870,845 57
Deposits by and balances due to banks and banking correspondents in the United Kingdom and Foreign Countries.....	925,618 55
	<u>1,796,464 12</u>
Letters of Credit outstanding	798,048 28
	<u>104,273,477 70</u>
Quarterly Dividend, payable 1st Dec., 1934.....	150,000 00
Unclaimed Dividends.....	967 37
	<u>150,967 37</u>
Capital paid up.....	\$6,000,000 00
Reserve.....	9,000,000 00
Balance of profits as per Profit and Loss Account.....	737,173 32
	<u>15,737,173 32</u>
	<u>\$120,161,618 39</u>

THE BANK OF TORONTO

STATEMENT 1934

ASSETS

Gold and Coin.....	\$ 411,833 89
Dominion Notes.....	10,386,338 00
Deposit in the Central Gold Reserves.....	1,230,866 66
Notes of other banks	412,565 00
United States and other foreign currencies.....	29,234 68
Cheques on other banks.....	5,832,854 05
Due by banks and banking correspondents elsewhere than in Canada.....	<u>3,311,514 70</u>
	\$21,615,206 98
Dominion and Provincial Government Securities, direct and guaranteed, (maturing within two years) not exceeding market value.....	7,471,848 32
Other Dominion and Provincial Government direct and guaranteed Securities, not exceeding market value	22,288,067 05
Canadian Municipal Securities, not exceeding market value	5,314,543 88
Public Securities other than Canadian, not exceeding market value.....	51,385 62
Other Bonds, Debentures and Stocks, not exceeding market value.....	<u>410,870 58</u>
	35,536,715 45
Call and Short (not exceeding thirty days) Loans in Canada on Stocks, Debentures, Bonds and other securities of a sufficient marketable value to cover.....	<u>5,652,059 39</u>
	41,188,774 84
Other Current Loans and Discounts in Canada, less rebate of interest, estimated loss provided for	52,267,132 94
Non-Current Loans, estimated loss provided for.....	<u>322,272 24</u>
	52,589,405 18
Liabilities of Customers under Letters of Credit, as per contra	798,048 28
Mortgages on Real Estate sold by the Bank.....	49,282 14
Bank Premises, at not more than cost, less amounts written off	3,595,625 36
Deposit with the Minister of Finance for the security of note circulation.....	<u>325,275 61</u>
	<u>\$120,161,618 39</u>

W. G. GOODERHAM,

President.

HARVEY B. HENWOOD,

General Manager.

AUDITORS' REPORT TO THE SHAREHOLDERS

To the Shareholders of The Bank of Toronto:

We have examined the books and accounts of The Bank of Toronto at its Head Office and have been furnished with certified returns from the Branches, and report that the above statement of liabilities and assets as at the 30th November, 1934, is in accordance therewith, and in our opinion discloses the true condition of the Bank. We have verified the cash and the securities representing the Bank's investments held at the Head Office at the close of the Bank's fiscal year, and during the year we counted the cash and examined the securities at certain of the important branches. We have received all the information and explanations we have required, and all transactions of the Bank which have come under our notice have, in our opinion, been within the powers of the Bank.

D. McK. McCLELLAND, F.C.A.
of Price, Waterhouse & Co.
A. B. SHEPHERD, F.C.A.
of Peat, Marwick, Mitchell & Co.

Toronto, 17th December, 1934

PRESIDENT'S ADDRESS

GENTLEMEN:

The statement and report now presented for your consideration will, I hope, be received with satisfaction.

Profits have been maintained at about the level of the previous year, and have been sufficient to provide for dividends at the reduced rate of 10% per annum, leaving a margin of \$122,499.00, which has been carried forward to the next year. It is again noted that a rate of 10% on the par value of our shares represents a return of only 3.81% on shareholders' funds. This includes accumulated earnings averaging the modest sum of \$72,594.00 per annum over a period of 78 years. On these funds left in the business shareholders are entitled to a fair return, but if we disregard accumulated earnings and consider only amounts paid in actual cash, the return to-day is at the rate of 5.95%—certainly not excessive in view of the risks inherent in the banking business and the double liability attaching to the shares. I mention all this because so many people seem to think banking has been and is a privileged and highly profitable business.

BANK ACT REVISION:

During the year, after a very exhaustive examination of the whole banking system by a Parliamentary Committee, the Charters of the banks have been extended for a further period of ten years.

Numerous amendments have been incorporated in the revised Bank Act. Most of these do not materially affect our operations and do not require reference here. Of major importance, however, are the provisions under which the note issues of the commercial banks, to the extent of 75%, will be taken over by a central bank which has been incorporated under the title of the Bank of Canada. The transfer will be spread over a period of ten years in order to avoid the disturbance which would have followed a rapid calling in by the banks of their note issues—approximately \$140,000,000.

The curtailment of the note issuing powers of the commercial banks is, to my mind, regrettable, not only from the standpoint of the banks but also from that of the country, as the cost of supplying banking services, particularly to the smaller communities, will be substantially increased.

Note issues, however, although convenient and economical, are not absolutely necessary to commercial banking. Powers were conferred upon the banks originally for the purpose of enabling them to supply an essential service to the public by providing a medium of exchange. It was considered that this service could be performed more safely and conveniently by the banks than by any other agency. I think it can be said that the banks have discharged the duty allotted to them with efficiency and economy and in the public interest. The change will work a certain hardship inasmuch as the branch system has been extended on the theory that no capital would be tied up in till money and reserve supplies of circulating notes. The saving of expense in this way made possible the opening of branches and sub-agencies which could not otherwise show a profit. Doubtless a number of these will have to be closed. This movement has already commenced, and will continue, but I am sure that every reasonable consideration will be given to the needs and convenience of the public.

BANK OF CANADA:

I have referred to the legislation incorporating the Bank of Canada. This venture is an innovation in this country, and it remains to be seen how it will work. That it can be useful is recognized; that the exercise of its extensive powers will always be governed by sound principles in the face of popular agitation and political pressure is almost too much to expect, yet we must expect no less if the institution is to do good rather than harm. It helps that the Bank has been set up as a privately owned institution, thus giving it at least the semblance of independent control, and it is a satisfaction to be able to say that the appointment of the first Governor meets with general approval.

No one has a greater interest than have the banks in the success of the central bank, and our co-operation in all reasonable measures may be taken for granted; in fact, the commercial banks will be lending very important if involuntary assistance to the central bank from the commencement. Under the provisions of the Act, the commercial banks will maintain credit balances with the Bank of Canada to the extent of 5% of their deposit liabilities in Canada. This will involve a total of around \$100,000,000, increasing as the deposits of the banks expand. The banks, of course, pay interest to the public on these funds. Our own proportion of this deposit will be close to \$5,000,000 on our present volume of deposits. There is a provision that the banks may count their holdings of central bank currency notes as a part of the 5% deposit. This will help, but does not lessen the amount of our resources supplied under this provision of the Act to the working capital of the Bank of Canada, on which we are to receive no interest.

While this arrangement is arbitrary, it is perhaps justified on broad grounds. The Government having decided to establish a central bank, it was necessary to provide working capital, and they took this convenient way of doing it. The banks are accepting this provision cheerfully in the hope that on the whole the measure will prove to be of general advantage, and that what we lose directly may come back to us indirectly.

INTEREST LEVELS:

Foremost among the developments of the year, from the banking view-point, has been the reduction in interest rates. This is a world condition and is reflected in the Canadian field in reductions in rates paid to bank depositors, which rates were reduced on savings deposits, first to 2½% and later to 2%. In the investment markets the decline has been even more pronounced. British Consols now yield less than 3%; Dominion of Canada bonds, which a few years ago yielded over 5%, are now quoted at prices yielding down to 3% and even lower for short term issues. Although these yields may continue for some time, and may go even lower, the situation is largely artificial and brought about by Government policy, and Governments, as distinguished from the general public, are the chief beneficiaries. The lowering of interest rates to present levels may be constructive, but I believe the movement has gone far enough. There will be unfavorable repercussions in many directions if this policy is pushed to extremes and further cuts made in the incomes of millions of savers and investors.

THE BANK OF TORONTO

GENERAL CONDITIONS:

It is with real satisfaction that we observe the many evidences of business improvement. In the past two years the price index has increased from 64.7% of the 1926 level to 71.2%.

Foreign trade, both export and import, shows substantial gains, and our favorable trade balance is improving. Practically all important industries show improvement, with the exception of base metals, which apparently await improved foreign markets, and the building industry which is held back by relatively high costs, high taxes, and the moratorium legislation affecting mortgages. The pendulum is undoubtedly working upward from the low point in 1932; not, of course, as fast as we should like, but, considering the many and seriously adverse factors, we have done as well as could be expected. There exist, as we all know, two very serious obstacles to over-night recovery. The first and most serious of these is the political and economic condition existing in foreign countries where we must market our surplus production. The troubles of other countries are very largely beyond our influence. We can only exercise patience and do the best we can. The other serious difficulty with which we must contend is the staggering total of our public indebtedness in relation to population and national net income.

The responsibility for our public debt situation is not attributable to our economic system but, in the last analysis, can be placed directly upon the people who elect spending Governments and spending Municipal Councils. I am not, however, alarmed to the point of panic over our debts. I believe the resources of this country can carry the existing burden, but I hope that it will not be necessary to increase it.

Very interesting events are taking place south of our boundaries, events which must vitally affect this country for good or evil. Their tides of prosperity and depression exercise an important influence upon our own economy. We recognize, also, a tendency on this side to be impressed by the economic philosophy of our great and wealthy neighbor, and we often adopt their clever but misleading slogans and catch-words. I never believed in the "New Era" as it was understood, and I am equally skeptical of the "New Deal" whatever this particular catch-phrase may mean. To reasonable, intelligent and economical supervision in this country, of small as well as large business to the extent necessary to prevent abuses and the exploitation of the helpless, there will be general approval. The banks are subject to such supervision with benefit to themselves, but beyond the point I have indicated the best interests of all classes are served when private enterprise and initiative are encouraged and protected.

During the past four years we have heard a great deal about "confidence" and the important bearing it has upon business. We hear less regarding the basis of this confidence. To me it means the assurance of capital against confiscation by excessive taxation, or by more subtle Governmental measures, and the recognition that foresight, efficiency and enterprise are entitled to their reward in profits. Such assurance, to be fully effective, must be expressed in actions rather than in words.

In conclusion, let me express my faith that in this country, where it is not our habit to be altogether carried away either in prosperity or adversity, there is enough sound public opinion and leadership, to ensure that the things which should be done will be done, and the things which should not be done will not be done. In this faith we enter the new year hopefully, and look forward to continued improvement and progress.

THE BANK OF TORONTO

GENERAL MANAGER'S ADDRESS

MR. CHAIRMAN AND GENTLEMEN:

The 79th annual Balance Sheet covering the Bank's operations for the year ending November 30th, 1934, which I have the honour of presenting to this meeting of shareholders, shows improvement in the position of the Bank compared with a year ago.

PROFITS:

Our profits at \$822,499.18 show a small increase of \$4,126.51. After payment of dividends at the rate of 10% per annum and appropriating \$100,000. against our Bank premises, we are able to carry forward in Profit and Loss Account the sum of \$122,499.18, making the total amount carried in the new year \$737,173.32.

The important changes in the Balance Sheet during the year are as follows:

TOTAL ASSETS:

\$120,161,618.39, an improvement of \$3,162,455.71. Of this amount, \$62,803,981.82, or 60.23% of our total liabilities to the public, consist of cash or assets readily convertible into cash.

CURRENT LOANS AND DISCOUNTS:

\$52,589,405.18, after writing off all bad and doubtful debts and making full provision for all unsatisfactory accounts, show an increase of \$4,157,178.18. This improvement is significant in that it reflects some increase in the volume of business being done by our commercial borrowers.

SECURITIES:

At not more than market prices,—\$35,536,715.45, a reduction of \$6,117,288.97. Of these, 98% consist of Government and Municipal securities mainly of short-date, which in case of need can be sold quickly to meet any increase in the demand for commercial loans. You will see from this that the Bank is in a very strong position to meet the demands of Canadian industry as general conditions improve.

BANK PREMISES:

\$3,595,625.36, a reduction of \$39,891.17. The above valuation does not represent more than 50% of cost.

NOTES IN CIRCULATION:

\$6,465,239., an increase of \$714,955. Reference to the reduction in our note circulation has been made in the President's remarks. This change will undoubtedly work in the direction of reducing our profits, not only in the loss of our circulating privilege, but in the support our notes have given us heretofore in considering the extension of our branch services in new fields where immediate profits could not be hoped for.

DEPOSITS:

\$93,713,726.30, an increase of \$3,275,991.60. The lower rates of interest obtainable on our commercial loans, together with the decline in the return on short-term security investments, has necessitated a further reduction in the rate of interest paid by the banks on savings deposits, to 2%. This rate, however, is better than is being paid in the United States and other countries.

THE BANK OF TORONTO

BRANCHES:

There are 179 branches of the Bank in operation, one branch having been closed and one opened during the year.

INSPECTIONS:

Our own inspection staff have made the usual complete inspection of every branch of the Bank, and our main offices at Toronto, Montreal, Winnipeg and Vancouver have also received an audit of their cash, securities and loans by our shareholders' auditors.

CANADIAN CONDITIONS:

The President has touched upon the recent revision of the Bank Act and the legislation incorporating the new Bank of Canada, and other matters of general interest, and I will only take time to say a few words with regard to Canadian conditions.

I believe we are making a sound if slow recovery from the recent period of depression. The problems that interfere with our more rapid recovery may be summed up as follows:

- Public Debt and Taxation;
- Our Railway Situation;
- The Unsatisfactory Conditions of Agriculture;
- Unsatisfactory Conditions of Employment and Wages.

The control of public debt and taxation during recent years, with such problems as relief and railway deficits to deal with, has been exceedingly difficult, but I believe Federal, Provincial and Municipal Governments now realize that we cannot spend our way back to prosperity, and are making a real effort to balance their budgets. The process will be slow, but if we continue to move in the right direction by cutting out all unnecessary expenses, we will have done much to improve the general financial position of the country.

Our railway situation still remains our most serious unsolved problem. Government ownership imposes taxation of one million dollars a week on the Canadian people—a serious charge against our spending power. Several schemes have been suggested which it is believed will relieve us of this burden, none of which has yet met with general public support. Our railway facilities are over-built. Increased population and increased industrial activity are probably the ultimate solution, but can we afford to wait?

Recent legislation indicates that the Federal Government is alive to the necessity of improving the conditions of those engaged in agriculture and in the production of primary products, and it is hoped that the provisions of the Dominion Marketing Act, passed at the last session of Parliament, will result in increased revenue to those engaged in these pursuits through the more orderly marketing of their products. Already several marketing plans are in operation, some of which have produced favourable results.

It is too early to appraise the value of the work being done by the Stevens Committee at Ottawa. Their report has not yet been presented to the Government, but it would appear that both in the matter of price spreads and wages paid to employees, there is need for adjustment. I have sufficient faith in those interested to believe that these difficulties will finally be adjusted with beneficial results to all.

THE BANK OF TORONTO

THE BANK:

The Bank of Toronto is now in the eightieth year of its existence. From a very small beginning, its first annual statement in 1857 showed:

In 1857—

<i>Capital and Reserves</i>	<i>Deposits</i>	<i>Total Assets</i>
\$439,148.	\$263,100.	\$1,268,413.

The corresponding figures on to-day's statement are:

In 1934—

\$15,737,173.	\$93,713,726.	\$120,161,618.
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There is nothing very spectacular in our growth during this long period, but it has been accomplished without mergers with other banks, and is the development resulting from our own efforts though many friendly business relationships over a long period of years. I think the policies of the Bank can be best illustrated by the observations of the late Professor Short, of Queen's University, in his "History of Canadian Currency, Banking and Exchange", in which he said:

"One of the most domestic and unobtrusive, but at the same time one of the most successful and businesslike of our Canadian banks, has been the Bank of Toronto. Since its origin in 1855 it has maintained a remarkably strong position. It has passed through several crises, and like other Canadian banks of first quality, it has had its losses, yet its credit has never been impaired, and its stock has always ranked among the highest on the market. Its business methods have been characterized from the first by caution, reserve, and permanence of commercial relationship."

We are proud of the position we occupy in Canadian banking. We are not a large bank, but we believe our position to be very sound. We have ample funds available to lend our full share of assistance to individuals and commercial enterprises in this country as conditions improve. We aim to have very friendly relationships with our clients, and if, by following the policies which have served us so well in the past, we can render some useful service to those who find their ways to our doors, both depositors and borrowers, we shall consider that we have contributed something of value to this great country.

May I say in conclusion that serious as our problems are, when we compare them with those of other countries and take into consideration the rich background of our natural resources, we cannot but realize that we are one of the most favoured nations of the world. With a citizenship composed of enterprising and resourceful people, I have no doubt we will again move into a period of prosperity which will bring with it great benefits from one end of the country to the other.

STAFF:

It is a matter of considerable pride to me that through the long period of the depression we have been able to control our general expenses so well that it has been unnecessary to make any cut in salaries. In this we have had the co-operation of every member of our staff, to whose loyalty and devotion to the interests of the Bank, I desire to pay my tribute of appreciation; and I feel sure it will meet with the full approval of our shareholders when I say that we have recently been able to make a moderate general adjustment that will improve the incomes of those who have served us so well.

THE BANK OF TORONTO

Moved by Mr. W. G. GOODERHAM, seconded by BRIG.-GEN. F. S. MEIGHEN, and

Resolved—That the Report of the Directors and Statement which has now been presented be adopted, and that printed copies thereof be sent to the Stockholders of the Bank.

Carried

Moved by Mr. J. J. GIBSON, seconded by LT.-COL. G. G. MITCHELL, and

Resolved—That Mr. D. MCK. McCLELLAND, F.C.A., of Price, Waterhouse & Company, and Mr. ARTHUR B. SHEPHERD, F.C.A., of Peat, Marwick, Mitchell & Company be appointed Auditors of this Bank, to hold office for the ensuing year, and that their remuneration be fixed at a sum not to exceed \$10,000.

Carried

Moved by Mr. SIGMUND SAMUEL, seconded by LT.-COL. R. F. MASSIE, D.S.O., and

Resolved—That the thanks of the Stockholders be tendered to the President, Vice-President and Directors for their able and careful management of the Bank's affairs and to the General Manager, Assistant General Manager and other officers for their valuable services during the year.

Carried

Moved by COL. KENRIC R. MARSHALL, seconded by Mr. G. H. TOWNSEND, and

Resolved—That the Scrutineers cast one ballot for the election of Directors of The Bank of Toronto.

Carried

REPORT OF THE SCRUTINEERS

We, the undersigned Scrutineers, hereby declare that the following named gentlemen were to-day elected as Directors of The Bank of Toronto:—

WILLIAM G. GOODERHAM	ARCHIBALD H. CAMPBELL
JOHN R. LAMB	JOHN I. MCFARLAND
WILLIAM STONE	THOS. F. HOW
COL. SIR ALBERT E. GOODERHAM,	FREDERICK K. MORROW
K.C.M.G.	HARVEY B. HENWOOD
BRIG.-GEN. FRANK S. MEIGHEN	J. DOUGLAS WOODS
COL. WILLIAM I. GEAR	GEORGE KIDD
PAUL J. MYLER	AUBREY DAVIS
	DUNCAN COULSON } <i>Scrutineers</i>
	W. B. MACLEAN }

TORONTO, 16th January, 1935.

At a subsequent meeting of the new Board, Mr. W. G. GOODERHAM was elected President, and Mr. JOHN R. LAMB, Vice-President.

By Order of the Board,

HARVEY B. HENWOOD,
General Manager.

THE BANK OF TORONTO

BRANCHES...

ONTARIO

Toronto, King St. W., cor. Bay St.	R. H. Cardy,	Manager.
(Main Office)	R. J. Burtis,	Asst. Mgr.
" Bloor & Bay	M. G. Davey,	Manager.
" Bloor & Howland Ave.	H. R. Cluff,	"
" Bloor & Jane Sts.	R. C. Cameron,	"
" Church & Wellington Sts.	A. S. Towers,	"
" College and Dovercourt	S. E. Scarlett,	"
" Danforth & Dewhurst	A. M. Ross,	"
" Dundas & Keele	T. W. Harper,	"
" Dundas St., cor. Ossington Ave.	G. M. Kennedy,	"
" Dundas St., cor. Rousevalles Ave.	H. R. Warren,	"
" Eglinton & Avenue Rd.	A. B. Clarke,	"
" Elm St., cor. Elizabeth St.	E. Brown,	"
" King St. W., cor. Bathurst St.	S. G. Leonard,	"
" Mt. Pleasant Rd. cor. Belsize Drive	W. B. Young	"
" Queen & Kenilworth Ave.	J. H. Fenton,	"
" Queen E. & Logan Ave.	L. S. Barr,	"
" Queen St. E., cor. Parliament St.	G. B. McKay,	"
" Queen St. W., cor. Spadina Ave.	Jas. Stewart,	"
" St. Clair Ave. and Christie St.	J. H. Brown,	"
" Yonge St., No. 205, opp. Albert St.	L. R. Atkinson,	"
" Yonge St. & Bedford Park Ave.	A. J. Lunn,	"
" Yonge St. & Belsize Drive	R. P. Wright,	"
" Yonge & St. Clair	R. C. Waram,	"
Allandale	F. Stevenson,	"
Alliston	G. E. Armstrong,	"
Barrie	H. A. Sims,	"
Bethany	A. H. A. Padgham,	"
Bradford	C. P. Roper,	"
Brantford	D. McLennan,	"
Brockville	B. F. A. Lewis,	"
Burford	R. J. Sim,	"
Cardinal	S. J. W. Clarke,	"
Carlisle	(Sub to Freelon)	"
Clarksburg	G. E. Liesemer,	"
Cobourg	A. C. Hodgetts,	"
Colborne	V. R. Tufford,	"
Coldwater	R. P. Bellamy,	"
Collingwood	O. G. Bernhardt,	"
Copper Cliff	R. Gray,	"
Creemore	H. E. Burns,	"
- Creighton Mine	(Sub to Copper Cliff)	"
Dorchester	R. H. Hutchings,	"
Dunnville	F. C. Millard,	"
Elmvale	W. N. Bradley,	"
- Everett	(Sub to Alliston)	"
Feversham	H. C. Francis,	"
Fort William	C. C. Eddy,	"
Freelon	A. H. Johnston,	"

THE BANK OF TORONTO

Frood Mine	(Sub to Sudbury N.)	
Galt	P. J. Wright,	Manager.
Gananoque	G. Hay,	"
Hamilton, 37 James St. S. (Main)	J. Stephen,	"
Hamilton Market Branch	C. J. Davey,	"
Hastings	G. D. Gowans,	"
Havelock	L. A. Gould,	"
Keene	D. D. Brown,	"
Kerwood	E. J. Mitchell,	"
Kingston	A. C. Edward,	"
Kitchener	J. C. Wolfrain,	"
" North Ward Branch	J. R. Clark,	"
Lansdowne	W. F. Hyde,	"
London (Main Office)	C. R. Latimer,	"
" City Hall Branch	T. F. Walker,	"
" East End Branch	T. C. Margrett,	"
" Market Branch	H. R. Nettleton,	"
" North End Branch	E. J. Fitzgerald,	"
" West End Branch	H. R. Nettleton,	"
Lyndhurst	W. H. Hall,	"
MacTier	M. Weller,	"
Markdale	A. E. Hunt,	"
Meaford	F. A. Maples,	"
Millbrook	H. A. Kerr,	"
Milton	H. F. McNichol,	"
-Morrison	(Sub to Freelon)	"
Mount Dennis	G. A. Langstaff,	"
New Lowel	(Sub to Stayner)	"
Newmarket	H. E. Lambert,	"
Oakville	W. A. McEvoy,	"
Oil Springs	H. B. Newton,	"
Omeme	T. B. Chester,	"
Orangeville	G. T. Sullivan,	"
Ottawa, 106 Sparks St. (Main)	Geo. C. Gardner,	"
" Ottawa South	J. H. Smith,	"
" Union Station Branch	A. R. Profit	"
" West End, 1258 Wellington	W. M. Weylie,	"
Owen Sound	W. E. Sharpe,	"
Paris	J. S. McMillan,	"
Parry Sound	F. N. Hurst,	"
Penetanguishene	J. A. Eplett,	"
Peterboro	F. S. Potter,	"
Petrolia	E. G. Britton,	"
Port Hope	G. L. McHattie,	"
Preston	J. L. Thompson,	"
St. Catharines	E. J. H. Vanston,	"
St. Mary's	A. C. Lord,	"
Sarnia	J. W. Simpson,	"
Seeley's Bay	(Sub to Lyndhurst)	"
Shelburne	H. A. Livingstone,	"
South Porcupine	W. S. McDowell,	"
Stayner	S. R. Way,	"
Stratford	J. H. Mills,	"
Sudbury	W. E. Van Norman,	"
" North End	S. P. Coe,	"

THE BANK OF TORONTO

Thornbury	M. S. Hargreaves, Manager.
Trenton	B. F. Joyce,
Walkerville	L. N. Hicks,
Wallaceburg	R. L. Daniel,
Waterloo	S. J. Adams,
Welland	J. E. Curry,
Windsor	W. H. Hiscock,
Wyoming	C. H. Smith,

QUEBEC

Montreal, Main Office	J. L. Carson,	Manager.
(St. James St., cor. McGill)	L. G. Gillett,	Asst. Mgr.
" Atwater Ave., cor. St. Antoine	C. J. Cracknell,	Manager.
" Board of Trade	I. J. Hutton,	"
" Maisonneuve	E. F. McNicholl,	"
" Park & Bernard Ave.	J. Heroux,	"
" Peel St., No. 1232	B. M. Currie,	"
" St. Catherine St., cor. Guy	A. H. Walsh,	"
" St. Catherine St. E., No. 1490	P. E. Leveille,	"
" St. Hubert & Belanger Sts.	J. E. Long,	"
" St. Lawrence Blvd. & Ontario St.	H. L. Lennon,	"
" Van Horne Ave., No. 1549	B. C. Case,	"
Westmount, Sherbrooke & Claremont	R. J. Chambers,	"
Gaspé	W. W. Annett,	"
St. Lambert	H. B. Anderson,	"

MANITOBA

Winnipeg, 454 Main St. (Main)	W. B. McCrick, Manager.
" Academy Rd. & Niagara St.	A. Stephenson,
" Portage & Edmonton	T. E. Fletcher,
" Sherbrooke & Westminster	W. W. Wright,
Benito	F. O. Johnston,
Cartwright	A. B. Fee,
Inglis	T. S. Norcross,
Pilot Mound	J. Hayward,
Rosburn	C. R. Dawson,
St. Boniface, (Union Stock Yds.)	H. S. Chambers,
Swan River	W. R. Lawrie,
Transcona	H. R. Chapin,

ALBERTA

Barrhead	S. D. Markham, Manager.
Calgary	S. B. Chamberlain,
Clandonald	G. F. Stonehouse,
Compeer	J. B. Simpson,
Coronation	H. J. Carmichael,
Derwent	C. S. Harrylock,
Edmonton	W. A. Stewart,
Marwayne	J. C. Thom,

THE BANK OF TORONTO

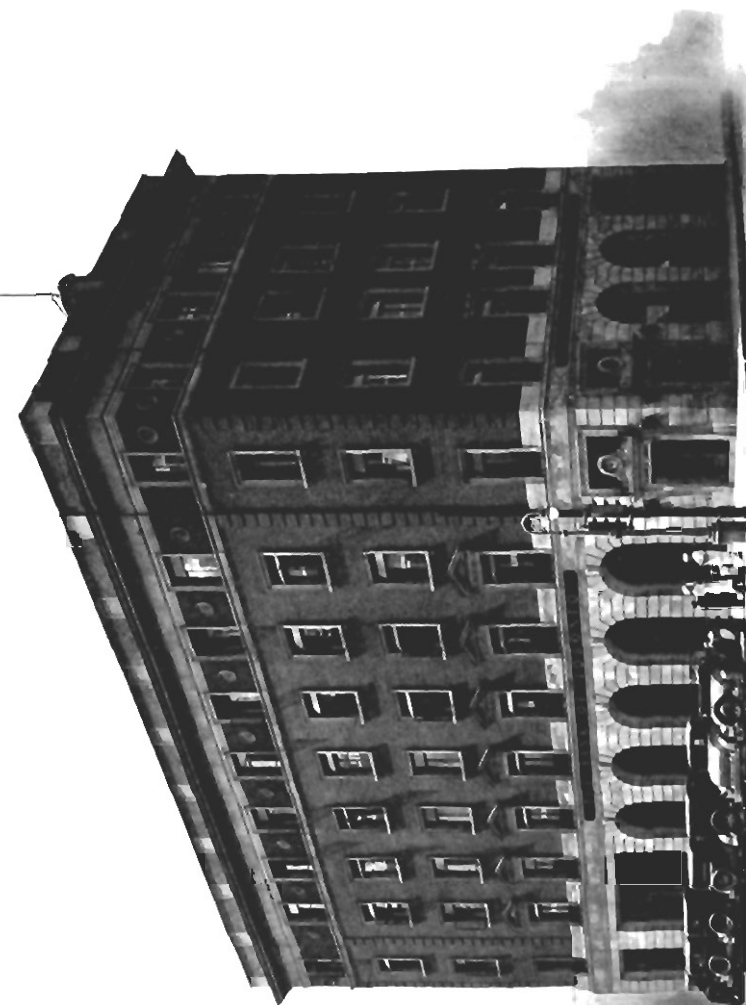
Oyen	V. E. French,	Manager
Stettler	L. Gemmill,	"
Sunnynook	I. G. Weylie,	"
Veteran	H. L. Staples,	"
Youngstown	T. R. Menzies,	"

SASKATCHEWAN

Assiniboia	M. L. Magee,	Manager
Bredenburg	C. F. Drager,	"
Chaplin	H. W. Thompson,	"
Colonsay	F. F. Osborn,	"
Fairlight	G. M. S. Cowan,	"
Glenavon	P. R. Fleming,	"
Glidden	(Sub to Madison)	"
Gravelbourg	H. L. Knight,	"
Hodgeville	F. J. Goldsmith,	"
Kennedy	C. E. Beirnes,	"
Kipling	Jas. Milmine,	"
Kyle	B. Collins,	"
Lafleche	M. C. Manhard,	"
Langenburg	N. Toland,	"
Madison	O. C. Cornwell,	"
Mazenod	M. E. Kerr,	"
Meyronne	R. H. Wilson,	"
Montmartre	E. B. Little,	"
Neilburg	C. L. Thompson,	"
Preeceville	G. Kay,	"
Regina	F. C. Burnet,	"
Rosetown	G. A. Hetherington,	"
Smiley	A. J. Mahcu,	"
Vanguard	J. E. Conn,	"
Welwyn	G. R. Tucker,	"
Wolseley	W. H. Hambly,	"
Yorkton	W. J. Miller,	"

BRITISH COLUMBIA

New Westminster	C. D. McMillan,	Manager.
Pioneer Mine	J. E. Boyle,	"
Vancouver, (Main Office)	E. W. Lamprey,	"
Hastings & Seymour Sts	S. J. Hammond, Act. Asst. Mgr.	
" Burrard & Robson Sts	A. Logan,	Manager.
" 723 Georgia St.	H. A. Daykin,	"
" Kerrisdale Branch	J. McKendrick,	"
" 10th Ave. & Alma Rd	W. Dickie,	"
" 12th Ave. & Granville	S. H. Abrams,	"
Victoria (Main Office) Yates & Broad Sts	C. W. Pangman,	"
" Douglas St.	W. A. Walters,	"



THE BANK OF TORONTO, CITY HALL BRANCH, LONDON

THE BANK OF TORONTO

AGENTS BRITISH AND FOREIGN

GREAT BRITAIN and IRELAND	Midland Bank, Limited.
AFRICA (South)	Barclays Bank (Dom. Col. and Overseas)
AUSTRALIA	Bank of Australasia.
BELGIUM	Guaranty Trust Co. of New York.
CHINA	National City Bank of New York.
CZECHO SLOVAKIA	Zivnostenska Banka.
DENMARK	Kjobenhavns Handelsbank.
FINLAND	Nordiska Foreningsbanken.
FRANCE	Credit Commercial de France.
GERMANY	Commerz-und Privat-Bank.
GREECE	Ionian Bank, Limited.
HOLLAND	Nederlandsche Handel Maatschappij.
INDIA	National City Bank of New York.
ITALY	Banca Commerciale Italiana.
JAPAN	National City Bank of New York.
JUGO SLAVIA	Prva Hrvatska Stedionica.
NEW ZEALAND	National Bank of New Zealand.
NORWAY	Den Norske Creditbank.
POLAND	Warsaw Discount Bank.
SWEDEN	Goteborgs Handelsbank.
SWITZERLAND	Banque Populaire Suisse.
do.	Union Bank of Switzerland.

UNITED STATES

ALBANY, N.Y.	National Commercial Bank & Trust Company.
BALTIMORE, MD.	Maryland Trust Company.
BOSTON, MASS.	First National Bank of Boston.
do.	National Shawmut Bank.
BUFFALO, N.Y.	Manufacturers & Traders Trust Company.
do.	Marine Trust Company of Buffalo.
CHICAGO, ILL.	Continental Illinois National Bank & Trust Co.
do.	First National Bank of Chicago.
CINCINNATI, OHIO	Fifth, Third Union Trust Company.
do.	First National Bank of Cincinnati.
CLEVELAND, OHIO	Central United National Bank.
DETROIT, MICH.	National Bank of Detroit.
LOS ANGELES, CAL.	Bank of America Nat'l Trust & Savings Ass'n
do.	California Bank.
MINNEAPOLIS, MINN.	First National Bank & Trust Co.
NEWARK, N.J.	Merchants & Newark Trust Co.
NEW YORK, N.Y.	Bank of The Manhattan Co.
do.	Bankers Trust Company.
do.	Chase National Bank of New York.
do.	Commercial National Bank & Trust Co.
do.	Empire Trust Company.
do.	First National Bank.
do.	Guaranty Trust Company of New York.
do.	Irving Trust Company.
do.	J. P. Morgan & Co.
do.	National City Bank of New York.



THE BANK OF TORONTO, DOUGLAS ST., VICTORIA

THE BANK OF TORONTO

AGENTS—UNITED STATES—Continued

PHILADELPHIA, PENN.	Corn Exchange National Bank & Trust Co.
do.	Integrity Trust Co.
do.	Market St. National Bank.
do.	Philadelphia National Bank.
PITTSBURG, PENN.	Union National Bank of Pittsburg.
ST. LOUIS, MO.	First National Bank in St. Louis.
SAN FRANCISCO, CAL.	American Trust Company.
do.	Bank of America National Trust & Savings Ass'n.
do.	Pacific National Bank.
SEATTLE, WASH.	First National Bank of Seattle (Metropolitan Br.)
do.	People's Bank & Trust Co.

The following comparative figures taken from
the Annual Statements show the growth
of the Bank since its Incorporation

Year	Capital and Reserves.	Deposits.	Loans and Investments.	Assets.
1857	\$ 439,148	\$ 263,100	\$ 1,103,078	\$ 1,268,413
1864	926,803	863,660	1,791,315	2,323,564
1874	2,430,998	2,711,485	5,299,020	6,425,688
1884	3,114,060	4,447,320	7,802,030	9,039,959
1894	3,871,166	8,607,149	11,210,246	13,949,362
1904	6,413,284	17,044,603	21,334,522	27,189,506
1914	11,402,810	44,924,980	45,939,033	61,929,363
1924	12,239,115	77,731,761	79,483,268	103,508,897
1934	15,737,173	93,713,726	93,778,180	120,161,618

Paid-up Capital - - \$6,000,000.00

Reserve Account - - 9,000,000.00

Profit and Loss Account 737,173.32

\$15,737,173.32

