

REPORT

OF THE

DIRECTORS TO THE SHAREHOLDERS

OF

The Bell Telephone Company of Canada

For the Year ending 31st December,

1905

The Bell Telephone Company of Canada

1905

The Directors beg to submit their twenty-sixth Annual Report.

12,035 subscribers have been added during the year, the total number of sets of instruments now earning rental being 78,195.

The Company now owns and operates 526 Exchanges and 959 Agencies.

4,871 miles of wire have been added to the Long Distance System in 1905. The Long Distance Lines now owned and operated by the Company comprise 37,082 miles of wire on 8,645 miles of poles.

\$325,000 of 5% Bonds were sold during the year, the net premium on which \$16,250 has been carried to the Contingent Account.

10,000 shares of new stock were offered to the Shareholders at 25% premium, to be paid for in five quarterly instalments. Three of these instalments are included in this statement bringing the paid up Capital to \$8,604,840, and premium on stock to the amount of \$182,742.50 has also been carried to the Contingent Account.

From the balance of Revenue Account, amounting to \$296,903.19, \$45,393.97 have been carried to Insurance Reserve Account; \$56,191.22 to Accident Reserve Account and \$150,000 to the Contingent Account, leaving a balance of Revenue Account to be carried to 1906 of \$45,318.00.

All of which is respectfully submitted.

ROBERT MACKAY,
Vice-President.

C. F. SISE,
President

MONTREAL, February 22nd, 1906.

REVENUE ACCOUNT, 31st DECEMBER, 1905.

RECEIPTS.

Exchanges (less Unearned Rentals).....	\$2,325,720.82
Long Distance Lines.....	901,367.35
Private Lines.....	17,149.68
Miscellaneous.....	273,357.67
	\$3,517,595.52

EXPENSES.

Operating.....	\$2,435,239.20
Legal.....	27,952.93
Insurance.....	27,753.08
Bond Interest.....	102,580.29
Miscellaneous.....	21,751.32
	\$2,615,276.82
Net Revenue for 1905.....	902,318.70
Less Dividends (Inc. January 15th, 1906).....	650,215.96
	\$ 252,102.74
Balance Revenue from 1904.....	44,800.45
	\$ 296,903.19
Carried to Insurance Reserve.....	\$ 45,393.97
Carried to Accident Reserve.....	56,191.22
Carried to Contingent Account.....	150,000.00
	251,585.19
Carried forward to 1906.....	\$ 45,318.00

BALANCE SHEET, 31st DECEMBER, 1905.

Stock Account.....	\$8,604,840.00
Bond Account.....	2,325,000.00
Contingent Fund, 1904.....	\$1,845,410.24
Add Premium on Stock.....	182,747.50
Add Premium on Bonds.....	16,250.00
Add from Revenue Account.....	150,000.00
	2,194,407.74
Revenue Account.....	45,318.00
Unearned Rental Reserve.....	464,087.86
Insurance Reserve.....	250,000.00
Accident Reserve.....	150,000.00
Bond Interest Reserve.....	29,062.50
Sundry Creditors.....	333,586.87
	\$14,396,302.97
Plant and Patent Account, 31st December, 1904.....	\$ 9,273,755.90
“ “ “ added in 1905.....	1,910,379.82
	\$11,184,135.72
Plant and Patent Account, 31st December, 1905.....	\$11,184,135.72
Stores on hand.....	560,810.37
Real Estate.....	1,370,103.39
Stock in other Companies.....	947,556.50
Due from Agencies.....	121,386.34
Debtors.....	104,743.52
Cash.....	107,567.13
	\$14,396,302.97

Audited and verified,

P. S. ROSS & SONS,
Chartered Accountants.

CHARLES P. SCLATER,
Secretary-Treasurer.