The Bell Telephone Company of Canada

1906.

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

16,950 subscribers have been added during the year, the total number of sets of instruments now earning rental being 95,145.

The Company now owns and operates 571 Exchanges and 1,160 Agencies.

6,318 miles of wire have been added to the Long Distance System in 1906. The Long Distance Lines now owned and operated by the Company comprise 43,400 miles of wire on 9,391 miles of poles.

$1,038,000 of 5% Bonds were sold during the year, the net premium on which $51,900 has been carried to the Contingent Account.

10,000 shares of New Stock were offered to the Shareholders at 25% premium, and are included in this Statement, bringing the paid up Capital to $9,980,800. The premium on these shares and on the last two instalments of the previous issue, amounting to $344,015.00, has also been carried to the Contingent Account.

From the balance of Revenue Account, amounting to $311,495.71, $47,654.15 have been carried to Insurance Reserve Account; $2,804.40 to Accident Reserve Account and $200,000 to the Contingent Account, leaving a balance of Revenue Account to be carried to 1907 of $61,037.16.

All of which is respectfully submitted.

ROBERT MACKAY,
Vice-President.

C. F. SISE,
President.

MONTREAL, February 28th, 1907.

REVENUE ACCOUNT, 31st DECEMBER, 1906.

RECEIPTS.		
Exchange (less Unearned Rentals)		$2,775,601 93
Long Distance Lines		1,081,973 63
Private Lines		16,140 45
Miscellaneous		265,618 71
		$4,139,334 72
EXPENSES.		
Operating	$2,910,291 34	
Legal	41,467 18	
Insurance	31,420 76	
Bond Interest	142,983 42	
Miscellaneous	20,316 93	
		$3,146,479 63
Net Revenue for 1906		992,855 09
Less Dividends (Inc. January 15th, 1907)		726,677 38
		$ 266,177 71
Balance Revenue from 1905		45,318 00
		$ 311,495 71
Carried to Insurance Reserve	$ 47,654 15	
Carried to Accident Reserve	2,804 40	
Carried to Contingent Account	200,000 00	
		250,458 55
Carried forward to 1907		$ 61,037 16

BALANCE SHEET, 31st DECEMBER, 1906.

Stock Account		$9,980,800 00
Bond Account		3,363,000 00
Contingent Fund, 1905	$2,194,407 74	
Add Premium on Stock	344,015 00	
Add Premium on Bonds	51,900 00	
Add from Revenue Account	200,000 00	
		2,790,322 74
Revenue Account		61,037 16
Unearned Rental Reserve		548,487 06
Insurance Reserve		300,000 00
Accident Reserve		150,000 00
Bond Interest Reserve		42,037 50
Sundry Creditors		407,122 04
		$17,642,806 50
Plant and Patent Account, 31st December, 1905	$11,184,135 72	
do. added in 1906	2,553,865 58	
Plant and Patent Account, 31st December, 1906	$13,738,001 30	
Stores on hand	786,808 33	
Real Estate	1,612,501 10	
Stock in other Companies	1,011,406 50	
Due from Agencies	190,307 24	
Debtors	221,692 13	
Cash	82,089 90	
		$17,642,806 50

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

CHARLES P. SCLATER,
Secretary-Treasurer.