

The Bell Telephone Company of Canada.

1886.

The Directors beg to submit their Seventh Annual Report.

About 2,000 Subscribers have been added during the year; the number on the 31st December, 1886, being about 11,600.

Sixty-one Exchanges and Agencies have been added during the year.

The Company now has in operation 157 Exchanges and 79 Agencies. 633 miles of Poles, and 923 miles of Wire have been added to the Trunk-line System during the year; of these 292 Pole miles and 553 Wire miles are in the Ontario Department, and 341 Pole miles and 370 Wire miles in the Eastern Department.

The Trunk-lines now owned by the Company comprise about 4,000 miles of Wire on about 2,600 miles of Poles.

The Gross Revenue has increased from \$362,828 in 1885, to \$443,822 in 1886—\$80,994.

The expenses have increased from \$204,828 to \$253,256—\$48,428.

The percentage of expenses to revenue has been 57 per cent. in 1886, against 56 in 1885.

The Net Revenue has increased from \$158,000 in 1885, to \$190,565 in 1886—\$32,565.

The paid up capital January 1st, 1886, was \$1,200,000. \$50,000 additional fully paid Stock was issued in January, and another issue of \$250,000 new Stock was made in November, on which 20 per cent. has been paid, leaving 80 per cent. or \$200,000 subscribed Stock available for future construction as required.

All of which is respectfully submitted.

ANDREW ROBERTSON,

President.

C. F. SISE,

Vice-President and Managing Director.

MONTREAL, February 26th, 1887.

REVENUE ACCOUNT, 31st DECEMBER, 1886.

RECEIPTS.

Exchanges.....	\$337,798 37	
Private Lines.....	12,640 14	
Trunk Lines.....	59,032 33	
Miscellaneous.....	34,351 60	
		\$443,822 44

EXPENSES.

Operating.....	\$236,305 05	
Guarantee Premiums.....	173 21	
Bond Interest.....	5,604 00	
Legal Expenses.....	2,709 76	
Insurance Premiums.....	8,464 59	
		\$253,256 61
Net Revenue for 1886.....		\$190,565 83
Balance of Revenue Account, brought from 1885.....		44,319 55
		\$234,885 38
Less Dividends Paid.....		75,000 00
		\$159,885 38

FINANCIAL STATEMENT, 31st DECEMBER, 1886.

Stock Account.....	\$1,300,000 00	
Bond ".....	93,400 00	
Contingent Fund.....	250,000 00	
Revenue Account.....	159,885 38	
Sundry Creditors.....	16,562 35	
Insurance Reserve.....	2,248 79	
		\$1,822,096 52
Capital Expenditure 31st December, 1885.....	\$1,501,849 43	
Purchase of Patents.....	748 00	
" Instruments.....	13,877 55	
Construction 1886.....	176,939 43	
Total Capital Expenditure to date.....	1,693,414 41	
Stores on hand.....	48,505 33	
Investment Account.....	2,870 00	
Sundry Debtors.....	9,630 60	
Due by Agencies.....	17,063 97	
Cash on hand.....	50,612 21	
		\$1,822,096 52

ASSETS AND LIABILITIES.

ASSETS.

Plant, Patents, &c.....	\$1,741,919 74	
Stock in other Companies.....	2,870 00	
Debtors and Cash.....	77,306 78	
		\$1,822,096 52

LIABILITIES.

Stock and Bonds.....	\$1,393,400 00	
Creditors.....	16,562 35	
		\$1,409,962 35
Surplus.....		\$412,134 17

APPROPRIATION OF SURPLUS.

Dividend payable 15th January, 1887.....	\$25,500 00	
Contingent Fund, 1885.....	\$250,000 00	
Added " " 1886.....	100,000 00	
	350,000 00	
Insurance Reserve.....	2,248 79	
Balance Revenue Account.....	34,385 38	
		\$412,134 17

Audited and Certified,

PHILIP S. ROSS,

Chartered Accountant,

Auditor.

