The Bell Telephone Company of Canada.

1911.

The Directors beg to submit their Thirty-second Annual Report.

20,049 Subscribers have been added during the year, the total number of instruments now earning rental being 153,959.

The Company now owns and operates 470 Exchanges, an apparent decrease of 38 (caused by the consolidation of certain Exchanges); and 1,466 Agencies.

4,167 miles of wire were added to the Long Distance System in 1911. The Long Distance Lines now owned and operated by the Company comprise 58,300 miles of wire on 9,038 miles of poles.

Nine buildings have been added to the Company's Real Estate during the year, including those in process of construction.

The Company now has arrangements for exchange of business with 433 Independent Companies, serving over 44,570 subscribers.

No new Stock has been issued during the year—$2,500,000 was offered and subscribed for, to be delivered during the year 1912.

$1,250,000 Bonds were sold during the year.

From the balance of Revenue Account, amounting to $530,415.47, $75,000.00 has been charged to Depreciation of Buildings; $20,000.00 charged off Patent Account; $50,000.00 has been carried to Fire Insurance Reserve; $25,000.00 to Accident Insurance Reserve; $160,000.00 added to the Contingent Account, and $80,000.00 carried to the Pension Fund; leaving a balance of Revenue Account to be carried to 1912 of $120,415.47.

All of which is respectfully submitted.

ROBERT MACKAY,
Vice-President.

C. F. SISE,
President.

MONTREAL, February 29th, 1912.

The Bell Telephone Company of Canada.

REVENUE ACCOUNT, 31st DECEMBER, 1911.

RECEIPTS.

Exchange Service (less Unearned Rentals)		$ 4,552,015.00
Long Distance Service		1,632,021.37
Private Lines		19,270.08
Miscellaneous		273,542.22
		$ 6,476,848.67

EXPENSES.

Operating, Maintenance and Depreciation	$ 4,763,642.18	
Legal	14,637.95	
Insurance	33,413.32	
Bond Interest	231,979.11	
Miscellaneous	7,340.37	
		$ 5,051,012.93
Net Revenue 1911		$ 1,425,835.74
Less Dividends (including January 15, 1912)		1,000,000.00
		$ 425,835.74
Balance Revenue from 1910	$ 121,393.89	
Less adjustments 1910 Accounts	16,814.16	
		104,579.73
Balance Revenue Account 1911		$ 530,415.47

Distribution of Revenue Balance:

Charged off Buildings	$ 75,000.00	
Charged off Patent Account	20,000.00	
Transferred to Insurance Reserve	50,000.00	
Transferred to Accident Reserve	25,000.00	
Transferred to Contingent Fund	160,000.00	
Transferred to Pension Fund	80,000.00	
	$ 410,000.00	
Balance Revenue Account carried forward to 1912	120,415.47	
		$ 530,415.47

BALANCE SHEET, 31st DECEMBER 1911.

LIABILITIES.

Stock Account	$ 12,500,000.00	
Stock Instalments due January 1912, prepaid	982,890.00	
		$ 13,482,890.00
Bond Account		4,899,000.00
Reserves—		
For Contingent Fund		2,632,000.00
For Maintenance and Depreciation		3,649,715.52
For Unearned Rentals		124,542.90
For Fire Insurance		648,756.24
For Accident Insurance		273,245.86
For Bond Interest		61,237.50
For Pension Fund		80,000.00
Revenue Account		120,415.47
Sundry Creditors		696,975.49
Dividend due 15th January, 1912		250,000.00
Suspense Account		171,865.48
		$27,090,644.46

ASSETS.

Plant and Patent Account 31st December, 1910		$17,470,825.71	
Added 1911	$ 3,080,501.68		
Less charged off Patent Account	20,000.00		
		3,060,501.68	
Plant and Patent Account 31st December, 1911		20,531,327.39	
Stores on Hand		770,413.51	
Real Estate	$ 2,208,865.99		
Less Charged off Buildings	75,000.00		
		2,133,865.99	
Stocks and Bonds		2,685,508.58	
Due from Agencies		326,954.68	
Debtors		208,027.97	
Cash		434,546.34	
			$ 27,090,644.46

Audited and verified,

P. S. ROSS & SONS,

Chartered Accountants.