

BANK OF TORONTO.

REPORT OF THE DIRECTORS

TO BE PRESENTED TO THE STOCKHOLDERS AT THE

SIXTEENTH ANNUAL GENERAL MEETING

TO BE HELD AT THE BANKING HOUSE OF THE INSTITUTION AT TORONTO,

ON WEDNESDAY, 19th JUNE, 1872.

The Directors of the Bank of Toronto, in presenting their Sixteenth Annual Report, have much satisfaction in congratulating the Stockholders on the completion of another year of prosperity.

A harvest of remarkable abundance has been realized at more than an average price; in addition to which, the important exports of sawed lumber and timber are realizing large returns. The importing and manufacturing interests of the country have also been in a most prosperous condition, and the portion of Canada in which the larger part of the business of the Bank is done, exhibits every sign of sure and solid advancement.

The business of the Bank has consequently been well maintained in every department, in spite of increasing competition and the profits realized are such as the Directors trust will be satisfactory to the Stockholders. The losses have been small, and have been nearly covered by sums recovered from former appropriations. The balance has been fully written off, and provision made in Contingent Fund for every debt considered doubtful.

The Directors this year have felt themselves justified in writing off the sum of \$20,000 from Bank Note account the issue of one and two dollar notes having ceased, and the books of the Bank showing that in making this appropriation for notes lost and destroyed, a considerable margin was reserved.

The net profits of the year, after making provision for bad and doubtful debts as stated, deducting interest due to Depositors, and rebate on notes discounted, have amounted to.....	\$273,132 15
To which add on account of notes destroyed as above stated	20,000 00
	<u>\$293,132 15</u>
Balance brought forward from 1871.....	2,645 54
	<u>\$295,777 69</u>

This sum has been appropriated as follows :

Dividend No. 31, 4 per cent.....	\$ 59,416 00
Dividend No. 32, 6 per cent.....	90,000 00
	<u>\$149,416 00</u>
Added to Rest.....	142,940 50
Carried forward to next year.....	3,421 19
	<u>\$295,777 69</u>

As the Stockholders have already been in receipt of an increased dividend for the last half year, the Directors deem it unnecessary to advert to this further than to say, that in their judgment the time has come when a larger proportion of the profits may with safety be divided amongst the Stockholders. The

Directors, however, desire to proceed cautiously in this direction, because a continuance of the remarkable prosperity of recent years is a matter of uncertainty.

Abundant exports, along with large expenditures on public works, have given an impetus to every branch of business ; but the experience of former years warns the Directors to beware of undue expansion in view of the reaction which must in time supervene.

The Directors in conclusion have much pleasure in bearing testimony to the ability and zeal with which the Cashier, Assistant Cashier, Managers and other Officers of the Bank have discharged the duties devolving on them, their exertions for the interest of the Bank having been recognized by a bonus of ten per cent. on their respective salaries.

The whole respectfully submitted.

(Signed)

WM. GOODERHAM,
President.

TORONTO, 6th June, 1872.

BANK OF TORONTO.

GENERAL STATEMENT OF LIABILITIES AND ASSETS

AS ON 31ST. MAY, 1872.

LIABILITIES.

To Notes in circulation.....		\$1,118,320 00
" Government Deposits payable on demand		166,590 13
" Other Deposits payable on demand		1,763,665 26
" Other Deposits payable after notice or on a fixed day		873,223 98
" Due to other Banks in Canada		22,402 65
" Due to other Banks and Agents not in Canada		228,721 23
Total liabilities to the public		<u>\$4,172,923 25</u>
To Capital		1,500,000 00
" Rest	\$710,000 00	
" Contingent Fund	40,000 00	
		<u>750,000 00</u>
" Rebate of interest on current notes discounted	\$ 46,996 15	
" Accrued interest on Deposit Receipts	14,777 18	
		<u>61,773 33</u>
" Dividends unclaimed		172 00
" Dividend No. 32, payable 1st June		90,000 00
" Balance of Profit and Loss Account carried forward to next year		3,421 19
		<u>\$6,578,289 77</u>

ASSETS.

By Specie		\$246,223 18
" Provincial or Dominion Notes		504,007 00
" Notes of and cheques on other Banks		102,491 44
" Balances due from other Banks in Canada		53,185 89
" Balances due from other Banks or Agents not in Canada		95,466 96
Total Assets immediately available		<u>\$1,001,374 47</u>
" Government Debentures		147,155 82
" Loans, Discounts or advances on current accounts to Corporations		582,095 00
" Notes and Bills Discounted and Current		4,797,800 76
" Notes and Bills discounted, overdue and not specially secured		22,031 96
" Overdue debts secured by mortgage or other deeds of real estate or by deposit of or lien on stock, or by other securities		64,730 56
" Real Estate, the property of the Bank (other than the Bank premises) and mortgages on real estate held by the Bank		261 00
" Bank Premises		40,000 00
" Other Assets not included under the foregoing heads		12,840 20
		<u>\$6,578,289 77</u>

BANK OF TORONTO.

PROFIT AND LOSS ACCOUNT AS ON 31ST. MAY, 1872.

To Dividend No. 31		50,416 00
" Dividend No. 32		90,000 00
" Amount carried to " Rest "		142,940 50
" Carried forward to next year		3,421 19
		<u>\$295,777 69</u>
By Balance from last year	2,645 54	
" Net profits for year ending 31st May, 1872	273,132 15	
" Appropriation for Notes destroyed	20,000 00	
		<u>\$295,777 69</u>

(Signed)

G. HAGUE,

Cashier.

The foregoing having been read, it was moved by PETER PATERSON, Esq., seconded by JOHN MOAT, Esq., and

Resolved,—That the report now read be adopted, and printed for the information of the shareholders.

Moved by JOSEPH H. MEAD, Esq., seconded by W. RHIND, Esq., and

Resolved,—That the cordial thanks of the shareholders are due, and are hereby tendered, to the President, Vice-President, and Directors of the Bank, for the care and attention they have bestowed upon its interests during the year.

The President then called for the reading of that portion of the Banking Act which empowers the stockholders of an institution to make By-Laws for certain purposes, and submitted the following By-Laws for consideration :

By-Law No. 1. The qualification for the office of a Director of the Bank of Toronto shall be as follows : He shall be the holder or proprietor in his own name and for his own separate use, of not less than sixty shares of the Capital Stock of the Bank, and shall reside within the Dominion of Canada, and if any Director shall permanently move out of the said Dominion his office shall be considered vacant.

No. 2. The number of Directors shall be seven, of whom four shall form a quorum for the transaction of business.

No. 3. The Annual General Meeting of the Shareholders shall be held on the third Wednesday in June in each year, and at such time and place in the City of Toronto as a majority of the Directors for the time being shall appoint, for the purpose of electing Directors to serve for the ensuing year, and for such other matters as are incident to the management of the affairs of the Bank ; but if any of such days of meeting shall be a legal holiday, such meeting so called shall stand adjourned (without notice) until the next legal day, at the same time and place. In case it shall happen that an election of Directors should not take place on the day fixed for the election, the meeting of Shareholders called for such purpose may be adjourned by the Shareholders then present until a future day, and so on from day to day, until an election shall be made, and no notice need be given of any adjournment, but if no such adjournment take place the Directors then in office are hereby empowered, and required, to call a meeting of the Shareholders for such election to be held, not more than seven days after the last meeting or the adjournment thereof.

No. 4. In case of a vacancy arising in the number of Directors during the year, the same shall be filled up by election from the Shareholders (legally qualified as such) by the remaining members of the Board, and the Director or Directors so elected shall hold office until the then next Annual General Meeting after his or their election.

No. 5. The sum of Eight Thousand Dollars (annually) shall be set apart out of the profits of the Bank as a remuneration for the Directors, who shall divide the same between them as they may see fit.

No. 6. The transfer books of the Bank shall be closed for fifteen clear days previously to the payment of every half-yearly dividend.

It was moved by WM. CAWTHRA, Esq., seconded by W. MATTHEWS, Esq., and

Resolved,—That the By-laws now read be and are hereby adopted by the Stockholders as the By-laws of the Bank of Toronto, pursuant to the Act respecting Banks and Banking, 34 Vict., C. 5, Sec. 28.

Moved by JAMES APPELBE, Esq., seconded by R. A. HOSKINS, Esq., and

Resolved,—That Messrs. Wm. Matthews and Henry Pellatt be appointed scrutineers of the election of Directors about to take place, and that they report the result to the Cashier.

Moved by WM. FRASER, Esq., seconded by JAMES BROWNE, Esq., and

Resolved,—That the poll commence at once, that it be kept open till four o'clock this day, except in the event of five minutes elapsing without the tender of a vote, in which case it shall be closed.

Moved by HON. A. A. BURNHAM, seconded by WILLIAM MATTHEWS, and

Resolved,—That the Chairman do now vacate his seat and that Wm. Cawthra, Esq., do take the chair.

Moved by WM. FRASER, Esq., seconded by HENRY PELLATT, Esq., and

Resolved,—That the thanks of the meeting be presented to the Chairman for his able and impartial conduct in the chair.

REPORT OF THE SCRUTINEERS.

We, the undersigned scrutineers, appointed at the Annual Meeting of the Stockholders of the Bank of Toronto this day, declare the gentlemen undernamed unanimously elected Directors for the ensuing year.

WM. GOODERHAM.

WM. CAWTHRA.

WM. FRASER,

A. T. FULTON,

JAMES G. WORTS,

WM. CANTLEY,

HON. A. A. BURNHAM.

(Signed)

WM. MATTHEWS, }
HENRY PELLATT, } *Scrutineers.*

The new Board met the same afternoon, when it was moved by WM. CAWTHRA, Esq., seconded by HON. A. A. BURNHAM, and unanimously agreed, That WM. GOODERHAM, Esq., be elected President.

Moved by WM. FRASER Esq., seconded by WM. CANTLEY, Esq., and unanimously agreed, That JAMES G. WORTS, Esq., be elected Vice-President.