

the Minister that it is sound and solvent and must make the required initial deposit of securities, varying from \$10,000 to \$100,000, depending on the class of business to be undertaken. Annual returns are required of all registered companies and the Acts require an examination to be made, by the Superintendent or on his behalf, of the books and records of companies with a view to substantiating the accuracy of the statements filed and the soundness of the companies. Should any company show an unsatisfactory financial condition, the Acts require remedial measures to be taken. British and foreign companies are required to maintain in Canada assets sufficient to cover all of their liabilities in Canada, while Canadian companies are required to maintain in Canada all of their assets, except such as it may be necessary to deposit outside of Canada as security for 'out of Canada' business.

The statistics herein given for companies registered by the Dominion are divided into three classes relating to: (1) insurance against fire; (2) life insurance; and (3) miscellaneous insurance, *viz.*, accident, automobile, aviation, burglary, credit, earthquake, explosion, forgery, guarantee, bail, leakage, live-stock, sickness, steam boiler, title, tornado, and weather insurance. These statistics are compiled from the reports of the Department of Insurance; throughout they apply to calendar years.

Since 1915, the Department of Insurance has collected statistics, included herein, of business transacted by provincial companies licensed by the provinces, classified as to: (1) business transacted within the province of incorporation, and (2) business transacted in other provinces.

Returns for unlicensed insurance, above referred to, were required under Sec. 16 of the Special War Revenue Act for taxation purposes, and statistics compiled from these returns are given in the Canada Year Book, prior to the 1933 edition, as Table 8. This section of the Act having been held unconstitutional by the Privy Council decision, Oct. 22, 1931, on an appeal from the Court of the King's Bench of the province of Quebec, the returns for 1930 were incomplete and are not given in the 1933 Year Book. By an amendment to the Act at the 1932 session of Parliament, a section analogous to Sec. 16 was enacted, applicable to unlicensed insurance and the information was, therefore, revived in the 1934-35 edition. However, this information is no longer required from such companies and has been again dropped.

Statistics of Dominion Government annuities are given at the end of this chapter. The Department of Labour administers the Acts under which these annuities are sold.

### Section 1.—Fire Insurance.

Fire insurance in Canada began with the establishment by British fire insurance companies of agencies, usually situated in the seaports and operated by local merchants. The oldest existing agency of a British company is that of the Phoenix Fire Office of London, now the Phoenix Assurance Company, Ltd., which commenced business in Montreal in 1804. On account of the growth of the insurance business of these early British companies, branch offices were established and local managers were appointed, charged with directing the companies' affairs in Canada.

The Halifax Fire Insurance Co. is the first purely Canadian company of which any record is available. Founded in 1809 as the Nova Scotia Fire Association, it was chartered in 1819 and operated in the province of Nova Scotia until 1919 when it was granted a Dominion licence. Among the other pioneer fire insurance companies still in operation, mention may be made of the following: the Quebec