

amount of his subscription. A re-insurance reserve shall be

It is proposed to organize an Association of Lloyds and Underwriters, under the title of Protective Fire Association, by the laws governing stock companies.

There are to be twenty (20) subscribers, each subscription to be \$2,500, with a liability limited to five times the amount of the subscription. This will give the Association \$50,000 in demand assets. The subscription may be paid in cash, or, if it is de-

sired on the part of the subscriber, he may give his non-interest bearing note for the amount, which, considering the responsibility

of the Underwriters who will be accepted, will be equally desirable for the Reserve or Surplus Fund necessary to give the Company a proper financial standing. These subscriptions of Tracy,

cash or notes, together with the Company's funds, will be deposited for the security of the Policy holders with the New York Security and Trust Company of New York, located at No. 47 Cedar Street, have

been one An Advisory Committee of five representing and chosen from the Underwriters are to pay all losses, taxes and legal expenses, fees and interest.

There are between fifty and sixty Lloyds Associations of Underwriters in the United States, and there has never been a case of a single failure, nor has there been a case where the subscribers have been called upon to pay their liability. On the contrary, they have been nearly always extremely profitable, and operated at small fixed expense and risk.

While new insurance may be taken, the larger portion of insurance risks that are taken by the Lloyds Companies are surplus risks, taken on large buildings, where the regular stock companies have taken a full line.

There will be a clause printed on the face of each policy restricting the liability of any underwriter to five times the