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SYSTEM OF NATIONAL ACCOUNTS

National Income and Expenditure Accounts

SECOND QUARTER 1970

DOMINION BUREAU OF STATISTICS

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DOMINION BUREAU OF STATISTICS
National Income and Expenditure Division

SYSTEM OF NATIONAL ACCOUNTS

NATIONAL INCOME AND
EXPENDITURE ACCOUNTS

SECOND QUARTER 1970

Published by Authority of
The Minister of Industry, Trade and Commerce

September 1970
2600-513

Price: 75 cents
\$3.00 a year

Vol. 18—No. 2



THE SYSTEM OF NATIONAL ACCOUNTS

In Canada, the National Accounts have been developed since the close of the Second World War in a series of publications relating to their constituent parts. These have now reached a stage of evolution where they can be termed a "System of National Accounts". For purposes of identification, all publications (containing tables of statistics, descriptions of conceptual frameworks, and descriptions of sources and methods) which make up this System will now carry the term "System of National Accounts" as a general title.

The System of National Accounts in Canada consists of several parts. The annual and quarterly Income and Expenditure Accounts (included with Catalogue Nos. carrying the prefix 13) were, historically speaking, the first set of statistics to be referred to with the title "National Accounts" (National Accounts, Income and Expenditure). The Balance of International Payments data, (Catalogue Nos. with prefix 67), in their more summary form, are also part of the System of National Accounts and they, in fact, pre-date the Income and Expenditure Accounts.

Greatly expanded structural detail on industries and on goods and services is portrayed in the Input-Output Tables of the System (Catalogue Nos. with prefix 15). The Indexes of Real Domestic Product by Industry (included with Catalogue Nos. carrying the prefix 61) provide "constant dollar" measures of the contribution of each industry to gross domestic product at factor cost. Inputs and outputs are related in Productivity Studies (Catalogue Nos. with prefix 14).

Both the Input-Output Tables and Indexes of Real Domestic Product by Industry use the establishment as the primary unit of industrial production. Measures of financial transactions are provided by

the Financial Flow Accounts (Catalogue Nos. with prefix 13). Types of lenders and financial instruments are the primary detail in these statistics, and the legal entity is the main unit of classification of transactors. Also, provision is made in the System for incorporation of balance sheet (wealth) estimates when such data are sufficiently developed.

The System of National Accounts provides an overall conceptually integrated framework in which the various parts can be considered as interrelated sub-systems. At present, direct comparisons amongst those parts which use the establishment as the basic unit and those which use the legal entity can be carried out only at highly aggregated levels of data. However, the Dominion Bureau of Statistics is continuing research on enterprise-company-establishment relationships; it may eventually be feasible to reclassify the data which are on one basis (say the establishment basis) to correspond to the units employed on another (the company or the enterprise basis).

In its broad outline, the Canadian System of National Accounts bears a close relationship to the international standard as described in the United Nations publication, "A System of National Accounts" (Studies in Methods, Series F., No. 2, Rev. 3, Statistical Office, Department of Economic and Social Affairs, United Nations, New York, 1968). In the future, a document on the conceptual framework of the Canadian System of National Accounts will be prepared for publication by the Dominion Bureau of Statistics. This document will furnish the broad theoretical outline of the System. The finer conceptual details, the statistical tables, and the descriptions of sources and methods as they pertain to the individual parts of the System, will appear in the various regular and occasional publications relating to those parts.

TECHNICAL NOTE

The Business Finance Division of the Bureau has released a new publication "Industrial Corporations - Financial Statistics". This publication contains quarterly financial data by industry (excluding Finance) for the period 1962 to 1969.

Because of certain conceptual differences and because the National Income and Expenditure Accounts annual figure for corporate profits is basically derived from financial statistics emanating from the administration of the Corporations and Labour Unions Returns Act, a reconciliation between the two series cannot readily be carried out at the present time.

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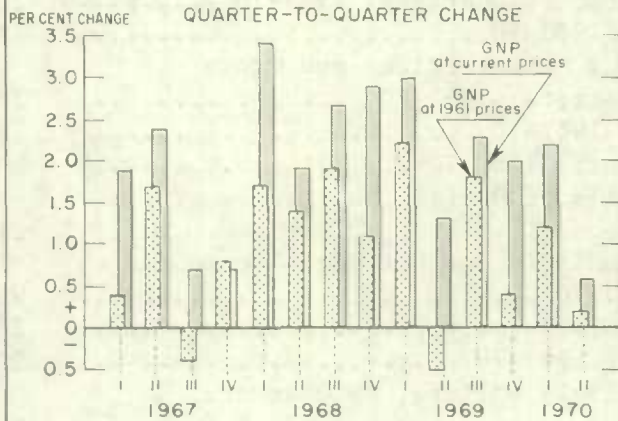
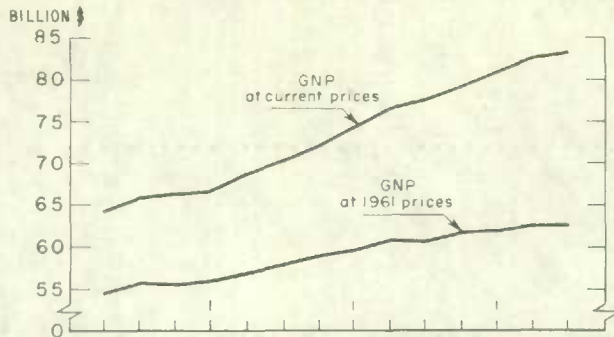
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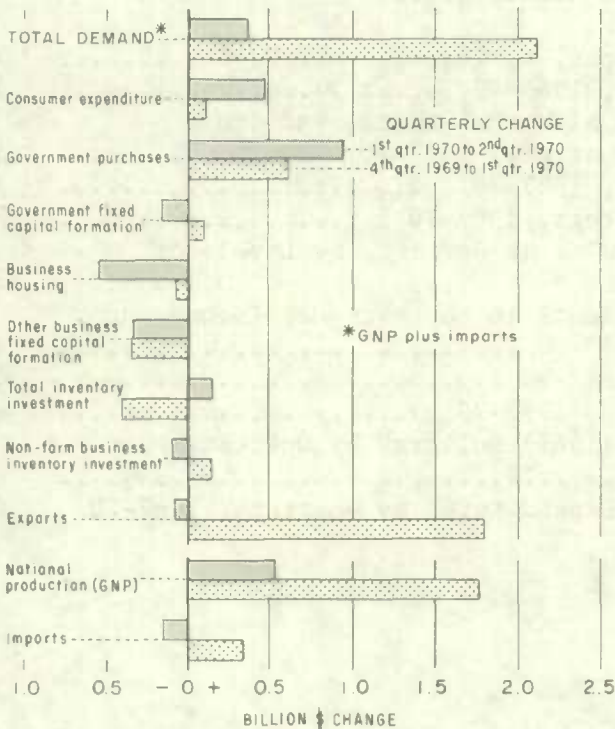
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In the second quarter G.N.P. rose 0.6 per cent at current prices and 0.2 per cent in real terms.

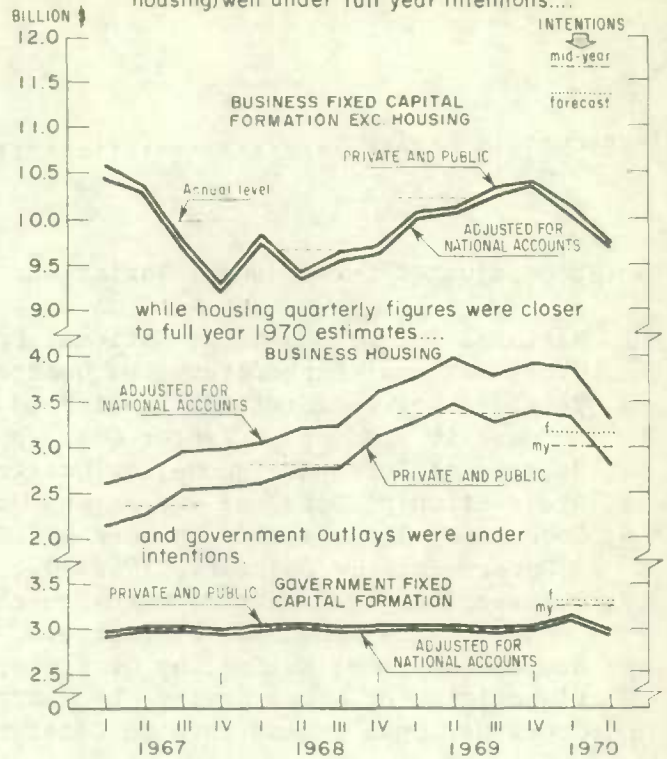


Total demand rose 0.4 billion or 0.4 per cent, spurred by consumer and government purchases. The gain in the previous quarter was 2.1 per cent.



ALL DATA SEASONALLY ADJUSTED AT ANNUAL RATES.

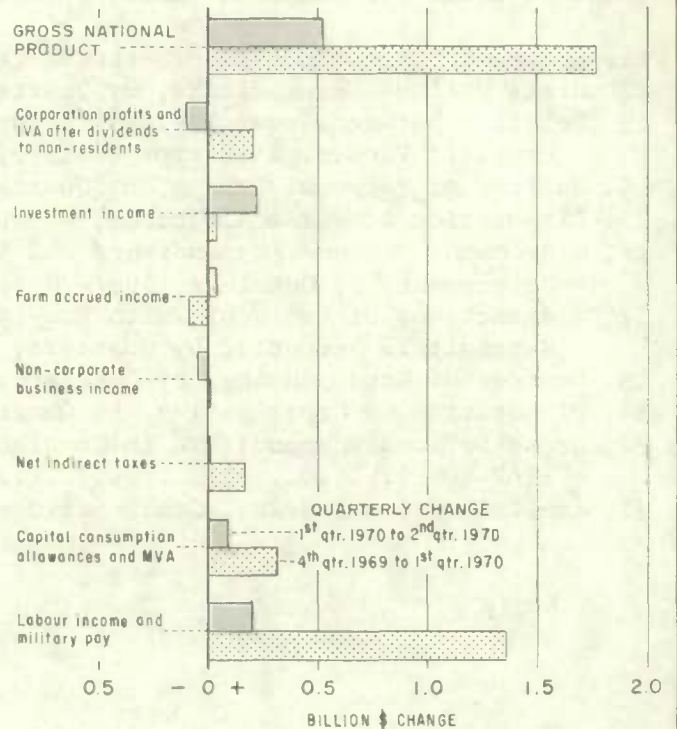
Lower second quarter non-residential construction and a further fall in machinery and equipment investment pulled business fixed capital (excluding housing) well under full year intentions....



while housing quarterly figures were closer to full year 1970 estimates....

and government outlays were under intentions.

The slower rise in G.N.P. was accompanied by a drop in corporation profits and a deceleration in labour income.



INTRODUCTORY REVIEW - SECOND QUARTER 1970

Widespread easing of economic activity, accompanied by reduced inflationary pressure and a sharp increase in the unemployment rate characterized the spring quarter. This is the picture emerging from a reading of the preliminary estimates of the National Income and Expenditure Accounts prepared on the recently adopted accelerated schedule.

Gross National Product at market prices rose by 0.6 per cent to reach 83.2 billion dollars, seasonally adjusted at annual rates, compared with an increase of 2.2 per cent in the first quarter. The implicit price deflator rose by 0.5 per cent, compared with 1.0 per cent in the first quarter and with 1.6 per cent in the final quarter of 1969. After allowing for the price change, the volume of physical production rose by a marginal 0.2 per cent.

The current slowdown, which amounts to a virtual standstill in constant dollar terms, appears abrupt coming in the wake of large current and constant dollar gains in the first quarter. The first quarter strength was centered in an unusual rise in exports to overseas countries, apparently the result of a number of temporary influences. This tended to obscure the effect of developing weaknesses in consumer expenditure and investment spending. These weaknesses continued in the second quarter and, in the absence of a further significant boost in exports, resulted in a sharply reduced expansion in the aggregate value of production.

It is interesting to note that in contrast to GNP in constant dollars, domestic demand in real terms fell in the first quarter and rose marginally in the second, thus displaying movements in line with the trend shown by the American economy, where the external sector plays a much smaller role than in Canada. However, one significant difference in the recent performance of the two economies is the fact that subsiding market pressures, in a background of anti-inflationary measures, was accompanied by much clearer evidence of a price slowdown in Canada than in the United States.

Consumer expenditure on goods and services, with a 1.0 per cent increase, rose by 480 million dollars providing one of the few sources of strength in the quarter. Though representing a marked pick-up after the levelling out of the first quarter, the current 1.0 per cent increase is modest compared with the average rate of increase of almost 2 per cent in recent years. The most notable increase was shown by durable goods, where a substantial decline of 11.0 per cent in the first quarter, gave way to a 3.2 per cent increase this quarter; this was mostly accounted for by spending on automobiles, which rose by almost 8 per cent, recovering some of the ground lost in the unusually steep first quarter decline of 22.5 per cent. Restraint in consumer buying is most evident if the first and second quarters are taken together - the increase of 2.4 per cent in the first half year comparing with increases of 4 per cent and over in the three previous half year periods.

The major support to aggregate demand in the second quarter appears to have originated in the government sector. Tentative estimates of current government expenditure on goods and services show an increase of 952 million dollars or 6.3 per cent. The bulk of the increase occurred in federal (non-defence) and provincial spending. Capital expenditures of governments, on the other hand, fell by 148 million dollars.

Declining investment spending was a major factor in the slowing in economic activity. Business gross fixed capital formation, which had already declined by 2.9 per cent in the first quarter, fell again, this time by a more substantial 6.3 per cent. Declines occurred in all three major types of fixed capital formation. The drop in housing reflected the marked slowdown in the number of new starts in recent months; in non-residential construction the fall was associated with prolonged work stoppages which caused a record number of man hours lost in the construction industry this quarter. The mid-year survey of business intentions shows an anticipated increase for the year of about 8 per cent, which increases slightly the intentions reported at the beginning of the year. Business capital formation for the first half of the year runs approximately 11 per cent below these expectations making their complete realization improbable, even if some upturn occurs in the remaining quarters.

The high level of merchandise exports realized in the first quarter was maintained and even increased slightly in the second quarter. Shipments to the United States increased a little, while exports to overseas countries eased somewhat, after rising by a spectacular 38 per cent in the previous period. In line with weak domestic demand, especially in capital formation, imports continued to display sluggishness, falling marginally for a second consecutive quarter. There was a slight narrowing of the deficit in the services account, partly attributable to lower interest and dividend payments. The unusual and sizeable overall surplus balance on transactions in goods and services with non-residents shown in the first quarter rose by \$76 million in the second quarter to reach a level of \$928 million.

The reduced rate of expansion was mirrored on the income side by a sharp deceleration in labour income, which rose by only 0.4 per cent compared with 3.1 per cent in the first quarter and with rates of over 2 per cent in the previous few years. The current increase is the smallest shown since the first quarter of 1961. Decline in employment in the goods-producing industries, especially in the strike-affected construction industry and in manufacturing, appear to have been the major factor behind the current slowdown. The slackening in the labour market is highlighted by the sharp increases in the unemployment rate, up from 4.5 per cent in January to 6.7 per cent in July, though there has been at the same time an unusually rapid growth in the labour force.

Preliminary estimates of corporation profits indicate a fall of 5.3 per cent. This more than cancels the first quarter increase and brings profits back to somewhat below their fourth quarter level. The most notable changes among other income components were shown by accrued farm income, up by 2.4 per cent, and by interest and miscellaneous investment income, which rose by 6.8 per cent.

The softening in income growth, particularly in wages and salaries, had a depressing impact on personal income and on personal disposable income. Personal income rose by 0.6 per cent, compared with usual increases of 2 per cent and over. The deceleration in personal income, concurrent with an increase in income tax collections, led to a fall of 1.0 per cent in personal disposable income - its first decline since the first quarter of 1961.

Price Movements

Price moderation is indicated this quarter by the implicit price deflators of Gross National Expenditure, except government. Even though implicit price indexes reflect changing spending patterns as well as price movements of individual goods and services and are therefore not strictly comparable to conventional base-weighted price measures, it is interesting to note that the current slowdown is generally consistent with the evolution of the consumer price index and of most wholesale price indexes in recent months.

The price rise in personal expenditure on goods and services of 0.5 per cent was the lowest in five quarters. Deceleration occurred in all categories of consumer spending, but particularly in durable goods and in services. The implicit price for business gross fixed capital formation slowed to a rate of increase of 0.4 per cent after rises of 1.2 and 1.4 per cent in the previous two quarters. The easing in this index was entirely attributable to marginal declines in the prices of residential and non-residential construction as the price for machinery and equipment accelerated this quarter from 0.8 to 2.1 per cent. The declines shown by construction were caused by a softening in both material and labour cost components. However, statistical methods used in the seasonal adjustment of certain labour series are believed to have been somewhat inadequate this quarter in capturing all the impact of disruptions caused by work stoppages. Consequently, the implied fractionally lower labour cost may be fortuitous and subject to later revisions. The levelling out in the implicit price index of imports may be partly related to the unpegging of the Canadian dollar at the end of May.

Selected Implicit Price Indexes - Seasonally Adjusted
Percentage Change from the Previous Quarter

	1969				1970	
	1Q	2Q	3Q	4Q	1Q	2Q
1. Personal expenditure on consumer goods and services	0.4	1.0	1.2	1.9	0.9	0.5
Durable goods	-1.1	1.4	-	1.3	1.1	0.7
Semi-durable goods	0.7	0.4	1.1	1.0	0.1	0.1
Non-durable goods	-0.7	0.3	1.5	3.5	0.2	0.1
Services	2.1	1.5	1.4	1.0	1.2	0.9
2. Government current expenditure on goods and services	0.3	3.6	1.5	2.2	0.4	1.7
3. Business gross fixed capital formation	0.9	1.4	0.6	1.4	1.2	0.4
Residential construction	-1.3	0.7	0.1	3.3	0.2	-0.3
Non-residential construction	3.8	0.8	1.4	1.9	1.8	-0.5
Machinery and equipment	-	1.8	0.8	-0.3	0.8	2.1
4. Exports	0.9	0.7	0.3	0.6	0.7	0.5
5. Imports	0.8	0.4	1.2	1.7	2.4	0.1
6. Gross national expenditure	0.8	1.7	0.5	1.6	1.0	0.5
7. Gross national expenditure excluding value of physical change in inventories	0.6	1.4	1.1	1.5	0.4	0.8

The application of a more adequate method and the introduction of more recent data in the calculation of implicit price indexes may have caused their quarter-to-quarter movement to differ, in some cases, from the one previously published.

The Components of Demand

Personal Expenditure on Consumer Goods and Services

Consumer expenditure on goods and services advanced 1.0 per cent to a level of \$48,796 million seasonally adjusted at annual rates. Although this advance was considerably greater than the 0.3 per cent increase registered in the first quarter, it was below the increases recorded throughout 1968 and 1969. The quarter was marked by a partial recovery of expenditure on automobiles from its first quarter slump and a slowing of consumer expenditure on services.

Durable goods advanced by 3.2 per cent after an 11.0 decline in the first quarter. The reversal in direction was caused primarily by a 25.0 per cent decline in purchases of new cars in the first quarter followed by an 11.3 per cent increase. Even taking the advance into account the level of sales was substantially below those recorded in 1968 and 1969. The only other durable component to register an increase was home appliances that rose by only 1.1 per cent. Expenditure on furniture, fixtures, and floor coverings; and recreation equipment declined by 1.2 and 1.6 per cent, respectively.

Semi-durables advanced by 1.1 per cent. Expenditure on semi-durable household supplies, including household textile, china, and glassware increased markedly. However, this increase was partially offset by a 3.9 per cent decline in personal accessories. There was also a small increase of 0.6 per cent in clothing and footwear. Within this group, expenditure on men's and boys' clothing increased by less than 1 per cent while women's and children's clothing declined at approximately the same rate; footwear on the other hand showed little change from the previous quarter.

In the aggregate, non-durables increased only by a marginal 0.1 per cent - the smallest advance in this group since the fourth quarter of 1963. Food, which accounts for about 40 per cent of total non-durables, registered no change this quarter, after unusually large increases of 3.1 and 3.7 per cent in the two preceding quarters. Among items showing sizeable increases were alcoholic beverages and tobacco both of which rose by over 3 per cent. Fuel and utilities also rose nearly 3 per cent, with most of the increase concentrated in electricity, which rose by 10.6 per cent and which was partially offset by declines in gas (8.0 per cent) and other fuel (1.4 per cent).

Services advanced by 1.3 per cent - the lowest increase in this component since the second quarter of 1967. Expenditure on shelter, and personally operated transportation showed the greatest advances (2.4 and 3.5 per cent, respectively). The service portion of household operation as well as expenditure in restaurants, cafes, and hotels showed no change. Expenditure on recreation and purchased transportation declined.

Gross Fixed Capital Formation

Spending on fixed capital dropped in total by \$1,016 million or 6.0 per cent to a level of \$15,956 million in the second quarter, with declines of \$536 million in housing; \$416 million in non-residential construction; and \$64 million in machinery and equipment. Both business and government fixed capital formation fell, the former by 6.3 per cent, the latter by 4.8 per cent.

Business non-residential fixed investment (non-residential construction and machinery and equipment) dropped by \$332 million, or 3.3 per cent, to a level of \$9,688 million. Almost three-fourths of this decline was in non-residential construction, which fell by 5.0 per cent. Both building and engineering outlays were affected. The fall in business spending on machinery and equipment of 1.7 per cent was appreciably smaller than the 7.3 per cent decline registered in the previous quarter. Most of the drop in this component was associated with domestic rather than imported supplies.

The decline in business residential housing was very sharp this quarter, down almost 14 per cent compared with a 1.6 per cent decline in the first quarter. This brings current investment in business housing down to \$3,312 million - about 17 per cent below the peak rate of \$3,980 million realized in the second quarter of 1969. The decline was centered in apartment units; single-family units showed only a modest fall. Notwithstanding federal measures to stimulate activity in the housing sector announced in July, weakness in apartment building may continue further as a result of the diminished backlog of apartments started in 1969 and of the lower rate of starts in the first half of 1970.

Non-Farm Business Inventories

Investment in non-farm business inventories declined from a rate of \$608 million in the first quarter, seasonally adjusted at annual rates, to a rate of \$516 million in the second quarter. As the following table illustrates, the second quarter accumulation was preponderantly at the retail trade level. In terms of types of goods held, investment in non-durables showed a sizeable increase but this was more than offset by a sharp decline in durables.

Value of Physical Change in Non-Farm Business Inventories
Seasonally Adjusted at Annual Rates

	1970	
	1Q	2Q
	millions of dollars	
Manufacturing	452	-160
Wholesale trade	156	32
Retail trade	-96	552
Total manufacturing and trade	512	424
Durable goods	276	12
Non-durable goods	236	412
"Other" industries	96	92
Grand total	608	516

In manufacturing, inventory investment declined steeply by \$612 million, from a \$452 million accumulation last quarter to a liquidation of \$160 million this quarter. Within total manufacturing, durables showed a sharp turnaround from an accumulation of \$268 million to a liquidation of \$172 million and accounted for over two-thirds of the decline in investment. Although there was a strong build-up of stocks in primary metal industries, this was more than offset by a large depletion in the wood industry and either depletions or low rates of accumulation in all other manufacturing industries. Investment in non-durables also declined from an accumulation of \$184 million last quarter to a marginal one of \$12 million this quarter. With factory shipments keeping the same pace as in the previous quarter, the drawing down of manufacturing stocks appears associated with declines in both production and in the backlog of unfilled orders.

In contrast to manufacturing, the \$552 million increase in the stocks of retail traders represented one of the largest rates of accumulation in recent years. This build-up, which occurred after liquidations of \$16 million in the fourth quarter and of \$96 million in the first quarter, consisted of durables and non-durables in about equal proportions. The increase in investment, however, was slightly larger in durables, where all of the advance was due to an unusually large increase in the inventories of motor vehicle dealers after a sizeable liquidation in the first quarter. In non-durables, the most notable accumulations occurred in the stocks of food, drugs, and in stocks of country general stores.

The modest build-up of \$32 million in the stocks of wholesale trade compares with rates of accumulation of \$156 million in the first quarter and of around \$200 million throughout 1969. The current accumulation was the net result of a liquidation of \$100 million in durables and of a \$132 million accumulation in non-durables.

Exports and Imports of Goods and Services

The balance on Canada's transactions with non-residents for goods and services rose by \$76 million to a surplus of \$928 million, seasonally adjusted at annual rates, in the second quarter. The improvement in the balance resulted from a gain of \$36 million in merchandise trade, and \$40 million in non-merchandise trade.

Estimates of merchandise trade were virtually unchanged from the first quarter - exports increasing marginally, and imports decreasing marginally. Exports of automotive products increased along with copper and nickel, aluminum and lumber. Imports of automotive products rose along with food, crude petroleum and chemicals. Industrial machinery imports continued the decline registered in the first quarter.

The main factors in the lower deficit on services were lower payments for interest and dividends and for freight and shipping. Some offset to these occurred in lower receipts on tourist and travel transactions.

On May 31st the Minister of Finance announced that the Canadian dollar would be unpegged from its parity of 92.5 U.S. cents, and allowed to find its level on the foreign exchange markets. The resulting upward valuation of the Canadian dollar, which was experienced following this action, would tend to increase prices of some Canadian exports - while reducing prices of import goods. The net effect of this change is unlikely to have affected significantly levels of trade in the second quarter.

Transactions with Non-Residents
Seasonally Adjusted at Annual Rates
(National Accounts Basis)

		Goods			Services			Current Balance
		Exports	Imports	Net	Exports	Imports	Net	
millions of dollars								
1969	Q1	14,872	13,932	940	3,492	5,136	-1,644	-704
	Q2	14,428	13,692	736	3,636	5,340	-1,704	-968
	Q3	14,600	13,924	676	3,588	5,452	-1,864	-1,188
	Q4	15,644	14,524	1,120	3,660	5,384	-1,724	-604
1970	Q1	17,052	14,260	2,792	4,056	5,996	-1,940	852
	Q2	17,080	14,252	2,828	3,952	5,852	-1,900	928
<u>Per Cent Change 1Q'70 to 2Q'70</u>								
		0.2	-0.1		-2.6	-2.4		

The Government Sector

Total revenues of all levels of government combined (excluding inter-governmental transfers) rose by just over 3 per cent during the quarter. The bulk of the increase occurred in revenues from personal direct taxes at both the federal and provincial levels. Revenue from indirect taxes increased somewhat with the increase concentrated at the provincial level; federal revenues from this source showed little change as an increase in excise duties was almost offset by declines in customs import duties and excise taxes. Corporate tax liabilities fell while there were small changes in the other revenue sources.

Total current expenditures of all governments rose by over 3.5 per cent during the quarter. Most of the increase took place in current expenditure on goods and services, particularly at the federal and provincial levels. Transfer payments to persons changed little, the result of offsetting movements at the federal and provincial levels. Federal transfers to persons rose with increases in most of the categories, the largest taking place in unemployment insurance benefits paid. At the provincial level, grants to post-secondary educational institutions declined sharply and accounted for the decline in the total.

Government gross capital formation declined by about 4.5 per cent. Federal and provincial expenditures declined, while those of local governments and hospitals increased slightly.

With total revenues increasing slightly faster than total expenditures, the surplus of the government sector (on a national accounts basis and seasonally adjusted at annual rates) rose from a \$1,496 million in the first quarter to \$1,600 million in the second. The federal government moved from a small surplus of \$12 million in the first quarter to a deficit of \$352 million in the second quarter. This was more than offset by an increase in the provincial surplus from \$260 million to \$488 million, and a movement at the local government level from a deficit of \$8 million to a surplus of \$192 million.

The Components of Income

Labour Income

The increase of 0.4 per cent in labour income was the smallest recorded since the first quarter of 1961. The current slowdown mostly reflected a decline of 1.5 per cent in the goods-producing industries, compared with increases of over 3 per cent in the two previous quarters. Wages and salaries in the service-producing industries rose by 1.6 per cent, only about half the rate of increase in the first quarter.

Among the goods-producing industries, construction, which was seriously affected by labour disputes, showed an 8.4 per cent decline in wages and salaries. In the two previous quarters, this industry had shown increases of over 6 per cent. The primary industries also declined, by 1.8 per cent. Labour income in this group was pulled down by forestry, whose operations were hampered in British Columbia by a tow-boat strike. Other primary industries showed increases. In particular, mining rose by 2.2 per cent and agriculture by 1.0 per cent. Manufacturing showed a modest rise of 0.6 per cent. The increase was centered in the month of June, which registered a 1.6 per cent rise after remaining practically unchanged for six consecutive months. The upturn in June was partly attributable to an increase in employment in that month after a marked decline in May.

Increases were recorded in all service-producing industries. The service industry rose by 2.2 per cent, with a higher rate of advance in the non-commercial than in the commercial sector. Public administration and defence, excluding military pay, advanced by 2.1 per cent as increases in the provincial and local governments outweighed a decline in federal government. Finance rose by 1.1 per cent; transportation, communication and utilities by 1.6 per cent; and trade by 0.4 per cent. The increases in the two latter groups occurred despite employment declines.

Corporation Profits

Preliminary estimates of corporation profits indicate a drop of 5.3 per cent compared with an increase of 3.3 per cent in the previous quarter. Gross profits, which include charges for depreciation, declined by a lesser 2.8 per cent. Profits started to decline in the second quarter of last year, flattened out at year-end and increased last quarter; this quarter resumes a declining trend, bringing profits to a level of \$7420 million, 9.1 per cent below the peak achieved in the first quarter of 1969. First half-year profits (unadjusted for seasonality) were 6.3 per cent below their level in the first half of 1969.

Net Income of Non-Farm Unincorporated Business Including Rent

Net income of non-farm unincorporated business including rent declined marginally during the second quarter. Net income in the construction industry decreased, but this was mainly offset by increases in the service industry groupings.

Accrued Net Income of Farm Operators from Farm Production

Accrued net income of farm operators from farm production rose by almost 2.5 per cent during the quarter. A sharp increase occurred in the value of livestock production, the result of a large inventory accumulation, while the estimated value of grain production ^{1/} showed little change. These increases were partially offset by a decline in cash income from the sale of other farm products, notably rapeseed, dairy products and eggs.

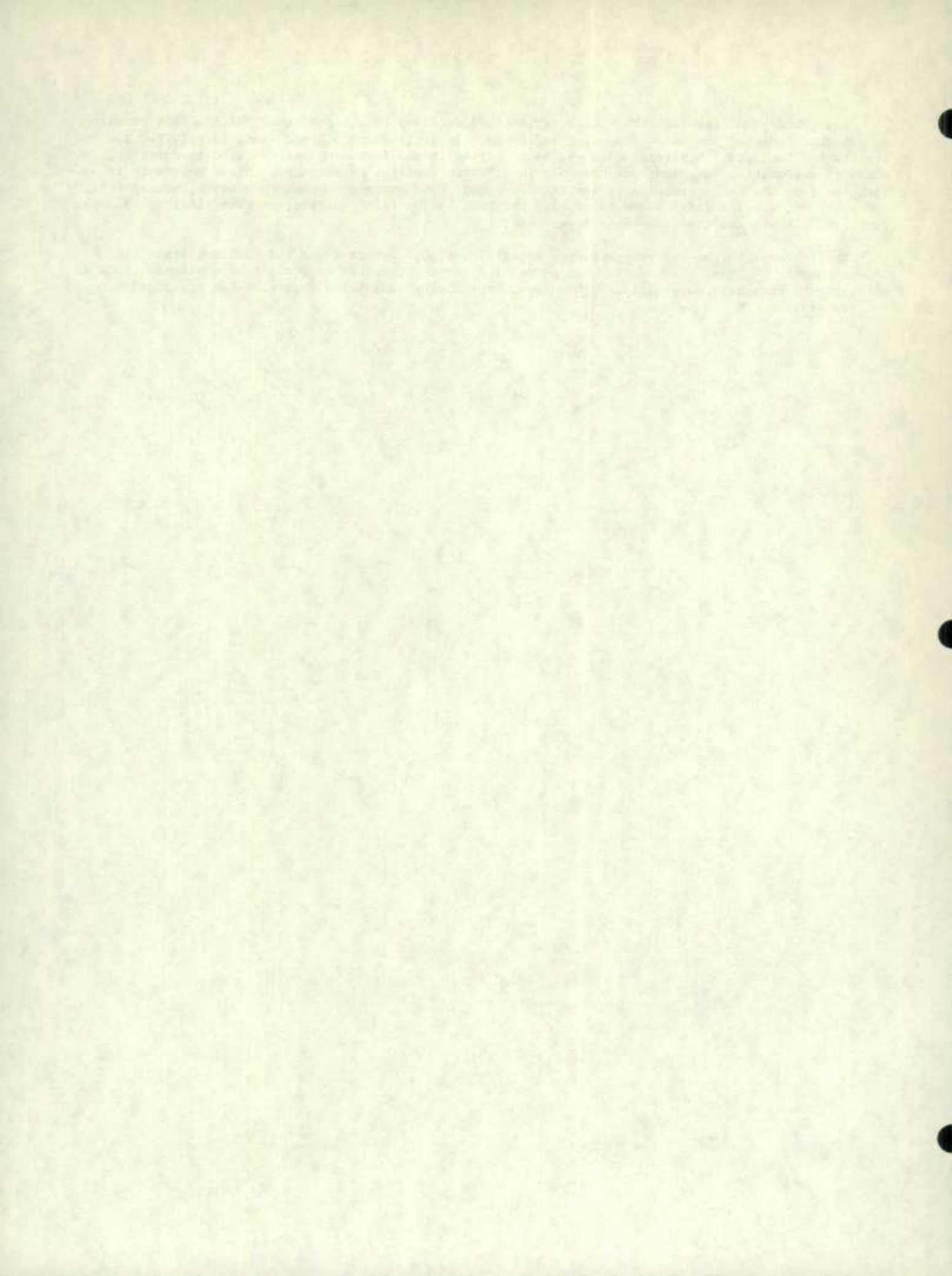
Real Domestic Product

Real Domestic Product at factor cost fell by a marginal 0.1 per cent in the second quarter, following a moderate 0.9 per cent increase in the first quarter and a strong advance of 2.0 per cent in the fourth quarter of 1969. Agriculture rose most strongly, by 8.8 per cent; this increase was reflected in higher inventories, particularly of livestock. Excluding agriculture, Real Domestic Product declined by 0.5 per cent.

^{1/} The estimated new crop production is now based on the preliminary estimates of crop acreages and ten-year average yields. On these assumptions, the value of crop production in 1970 is estimated at \$0.8 billion compared with \$1.4 billion in 1969.

The goods-producing industries less agriculture declined by 2.1 per cent. Within this grouping, construction exerted the major dampening influence. It declined by 5.6 per cent, largely because of strikes and lockouts. A sizeable 3.0 per cent decline in manufacturing was centered in durables, where transportation equipment was the only industry to register an increase. Mixed movements in non-durables left the index practically unchanged. Among other goods-producing industries, mining fell by 3.0 per cent, after a large increase of 11.9 per cent in the first quarter; forestry fell by 13.5 per cent; and fishing and trapping by 18.3 per cent.

The increase in the service-producing industries of 0.8 per cent was the smallest since the second quarter of 1969. Trade rose by a modest 1.2 per cent, mostly on account of wholesale trade as retail trade rose only marginally. Other service-producing industries rose at rates of around 1 to 1.5 per cent.



TABLES UNADJUSTED FOR SEASONAL VARIATION

TABLE 1. National Income and Gross National Product, by Quarters, 1967 and 1968
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Wages, salaries, and supplementary labour income	8,253	8,771	9,190	9,061	35,275	8,926	9,519	9,977	10,071	38,493
2. Military pay and allowances	210	207	223	199	839	213	194	218	235	860
3. Corporation profits before taxes(1)*	1,500	1,803	1,640	1,831	6,774	1,567	1,988	1,799	2,088	7,442
4. Deduct: Dividends paid to non-residents (2)	- 171	- 160	- 198	- 325	- 854	- 200	- 195	- 200	- 262	- 857
5. Interest, and miscellaneous investment income(3)	592	549	560	634	2,335	612	592	656	720	2,580
6. Accrued net income of farm operators from farm production(4)	- 73	38	1,363	- 22	1,306	- 118	- 105	1,636	58	1,471
7. Net income of non-farm unincorporated business including rent(5)	867	970	1,016	1,073	3,926	955	1,060	1,065	1,138	4,218
8. Inventory valuation adjustment(6)	- 131	- 43	- 45	- 104	- 323	- 108	- 53	- 29	- 127	- 317
9. NET NATIONAL INCOME AT FACTOR COST ...	11,047	12,135	13,749	12,347	49,278	11,847	13,000	15,122	13,921	53,890
10. Indirect taxes less subsidies	2,164	2,169	2,185	2,268	8,786	2,340	2,345	2,427	2,565	9,677
11. Capital consumption allowances and miscellaneous valuation adjustments	1,900	1,998	1,964	2,015	7,877	2,003	2,131	2,124	2,153	8,411
12. Residual error of estimate	- 234	- 101	- 56	172	- 219	- 229	- 236	- 110	24	- 551
13. GROSS NATIONAL PRODUCT AT MARKET PRICES	14,877	16,201	17,842	16,802	65,722	15,961	17,240	19,563	18,663	71,427
14. (Gross national product at market prices excluding accrued net income of farm operators)	(14,950)	(16,163)	(16,479)	(16,824)	(64,416)	(16,079)	(17,345)	(17,927)	(18,605)	(69,956)

See footnotes below.

TABLE 1. National Income and Gross National Product, by Quarters, 1969 and 1970
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Wages, salaries, and supplementary labour income	10,088	10,695	11,215	11,205	43,203	11,177	11,646			
2. Military pay and allowances	214	224	222	238	898	229	225			
3. Corporation profits before taxes(1)*	1,845	2,203	1,801	2,003	7,852	1,767	2,026			
4. Deduct: Dividends paid to non-residents (2)	- 195	- 171	- 175	- 296	- 837	- 249	- 195			
5. Interest, and miscellaneous investment income(3)	805	741	796	854	3,196	863	842			
6. Accrued net income of farm operators from farm production(4)	- 115	10	1,713	87	1,695	9	282			
7. Net income of non-farm unincorporated business including rent(5)	1,000	1,108	1,124	1,178	4,410	1,046	1,134			
8. Inventory valuation adjustment(6)	- 156	- 156	- 74	- 163	- 549	- 118	- 46			
9. NET NATIONAL INCOME AT FACTOR COST ...	13,486	14,654	16,622	15,106	59,868	14,724	15,914			
10. Indirect taxes less subsidies	2,568	2,592	2,676	2,811	10,647	2,735	2,725			
11. Capital consumption allowances and miscellaneous valuation adjustments	2,160	2,246	2,300	2,360	9,066	2,376	2,488			
12. Residual error of estimate	- 437	- 387	- 279	59	-1,044	- 535	- 383			
13. GROSS NATIONAL PRODUCT AT MARKET PRICES	17,777	19,105	21,319	20,336	78,537	19,300	20,744			
14. (Gross national product at market prices excluding accrued net income of farm operators)	(17,892)	(19,095)	(19,606)	(20,249)	(76,342)	(19,291)	(20,462)			

(1) Excludes profits of government business enterprises. *See Technical Note re Corporation and Labour Unions Returns Act, page 4.
 (2) Includes the withholding tax applicable to this item.
 (3) Includes profits (net of losses) of government business enterprises and other government investment income.
 (4) Includes value of physical change in farm inventories as shown in line 14, Table 5. An adjustment has been made to take account of the accrued earnings of farm operators arising out of the operations of the Canadian Wheat Board.
 (5) Includes net income of independent professional practitioners.
 (6) See footnote 4, Table 2.

TABLE 2. Gross National Expenditure, by Quarters, 1967 and 1968
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	8,900	9,651	9,480	10,967	38,998	9,716	10,380	10,344	11,920	42,360
2. Government current expenditure on goods and services(1)	2,713	2,669	2,708	2,844	10,934	3,023	2,833	3,023	3,279	12,158
3. Gross fixed capital formation	3,516	4,074	4,209	3,885	15,684	3,440	3,968	4,254	4,147	15,809
4. Government(2)	577	692	916	784	2,969	589	700	917	789	2,995
5. Residential construction	3	3	3	4	13	2	3	4	4	13
6. Non-residential construction	485	613	812	689	2,599	486	617	811	688	2,602
7. Machinery and equipment	89	76	101	91	357	101	80	102	97	380
8. Business(3)	2,939	3,382	3,293	3,101	12,715	2,851	3,268	3,337	3,358	12,814
9. Residential construction	537	643	831	798	2,809	620	773	900	961	3,254
10. Non-residential construction	988	1,103	1,288	1,154	4,533	963	1,100	1,297	1,182	4,542
11. Machinery and equipment	1,414	1,636	1,174	1,149	5,373	1,268	1,395	1,140	1,215	5,018
12. Value of physical change in inventories	-194	-41	1,214	-571	408	-217	-132	1,525	-435	741
13. Government	-22	17	35	-1	29	-21	14	37	-1	29
Business										
14. Non-farm(4)	278	79	115	-105	367	236	39	181	17	473
15. Farm and grain in commercial channels	-450	-137	1,064	-465	12	-432	-185	1,307	-451	239
16. Exports of goods and services	3,175	3,846	3,926	3,766	14,713	3,608	4,312	4,464	4,411	16,795
17. Deduct: Imports of goods and services	-3,467	-4,099	-3,751	-3,918	-15,235	-3,838	-4,357	-4,158	-4,635	-16,988
18. Residual error of estimate	234	101	56	-171	220	229	236	111	-24	552
19. GROSS NATIONAL EXPENDITURE AT MARKET PRICES	14,877	16,201	17,842	16,802	65,722	15,961	17,240	19,563	18,663	71,427

- (1) Includes defence expenditures. Data for the years 1967-1968 are shown in line 3, Table 6.
- (2) Includes outlay on new durable assets such as building and highway construction by governments, other than government business enterprises. Excludes defence construction and equipment which are defined as current expenditure.
- (3) Comprises capital expenditures by private and government business enterprises, private non-commercial institutions and outlays on new residential construction by individuals. Capital expenditure is defined to include all transfer costs on the sales and purchases of existing fixed assets.
- (4) The book value of inventories is deflated to remove the effect of price changes and the derived "physical" change is then valued at average prices of the current period to obtain the value of physical change. The difference between this value of physical change and the change in book value is called the inventory valuation adjustment (see line 8, Table 1).

TABLE 3. Relation between Gross National Product at Market Prices and Gross Domestic Product at Factor Cost, by Quarters, 1967 and 1968
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. GROSS NATIONAL PRODUCT AT MARKET PRICES	14,877	16,201	17,842	16,802	65,722	15,961	17,240	19,563	18,663	71,427
2. Deduct: Residual error of estimate	234	101	56	-172	219	229	236	110	-24	551
3. Indirect taxes less subsidies	-2,164	-2,169	-2,185	-2,268	-8,786	-2,340	-2,345	-2,427	-2,565	-9,677
4. Income received from non-residents	-114	-95	-107	-148	-464	-126	-140	-141	-176	-583
5. Add: Income paid to non-residents ..	365	409	389	570	1,733	426	461	420	534	1,841
6. GROSS DOMESTIC PRODUCT AT FACTOR COST	13,198	14,447	15,995	14,784	58,424	14,150	15,452	17,525	16,432	63,559

TABLE 2. Gross National Expenditure, by Quarters, 1969 and 1970
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	10,710	11,501	11,339	12,981	46,531	11,383	12,091			
2. Government current expenditure on goods and services(1)	3,371	3,235	3,513	3,655	13,774	3,899	3,850			
3. Gross fixed capital formation	3,653	4,360	4,577	4,421	17,011	3,678	4,091			
4. Government(2)	589	701	917	786	2,993	603	703			
5. Residential construction	2	3	4	3	12	5	5			
6. Non-residential construction	492	620	824	703	2,639	513	615			
7. Machinery and equipment	95	78	89	80	342	85	83			
8. Business(3)	3,064	3,659	3,660	3,635	14,018	3,075	3,388			
9. Residential construction	765	974	1,062	1,053	3,854	774	814			
10. Non-residential construction	996	1,132	1,338	1,236	4,702	1,028	1,112			
11. Machinery and equipment	1,303	1,553	1,260	1,346	5,462	1,273	1,462			
12. Value of physical change in inventories	- 117	- 20	1,605	- 425	1,043	- 194	163			
13. Government	- 24	13	31	- 14	6	- 29	10			
Business										
14. Non-farm(4)	393	2	95	44	534	280	92			
15. Farm and grain in commercial channels	- 486	- 35	1,479	- 455	503	- 445	61			
16. Exports of goods and services	4,127	4,704	4,766	4,883	18,480	4,702	5,505			
17. Deduct: Imports of goods and services	- 4,404	- 5,062	- 4,760	- 5,120	- 19,346	- 4,702	- 5,340			
18. Residual error of estimate	437	387	279	- 59	1,044	534	384			
19. GROSS NATIONAL EXPENDITURE AT MARKET PRICES	17,777	19,105	21,319	20,336	78,537	19,300	20,744			

(1) Includes defence expenditures. Data for 1969 and 1970 are shown in line 3, Table 6.

(2) Includes outlay on new durable assets such as building and highway construction by governments, other than government business enterprises. Excludes defence construction and equipment which are defined as current expenditure.

(3) Comprises capital expenditures by private and government business enterprises, private non-commercial institutions and outlays on new residential construction by individuals. Capital expenditure is defined to include all transfer costs on the sales and purchases of existing fixed assets.

(4) The book value of inventories is deflated to remove the effect of price changes and the derived "physical" change is then valued at average prices of the current period to obtain the value of physical change. The difference between this value of physical change and the change in book value is called the inventory valuation adjustment (see line 8, Table 1).

TABLE 3. Relation between Gross National Product at Market Prices and Gross Domestic Product at Factor Cost, by Quarters, 1969 and 1970
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. GROSS NATIONAL PRODUCT AT MARKET PRICES	17,777	19,105	21,319	20,336	78,537	19,300	20,744			
2. Deduct: Residual error of estimate ...	437	387	279	- 59	1,044	535	383			
3. Indirect taxes less subsidies	- 2,568	- 2,592	- 2,676	- 2,811	- 10,647	- 2,735	- 2,725			
4. Income received from non-residents	- 170	- 200	- 172	- 228	- 770	- 243	- 256			
5. Add: Income paid to non-residents	447	492	442	605	1,986	576	566			
6. GROSS DOMESTIC PRODUCT AT FACTOR COST	15,923	17,192	19,192	17,843	70,150	17,433	18,712			

TABLE 4. Sources of Personal Income, by Quarters, 1967 and 1968
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Wages, salaries, and supplementary labour income	8,253	8,771	9,190	9,061	35,275	8,926	9,519	9,977	10,071	38,493
2. Military pay and allowances	210	207	223	199	839	213	194	218	235	860
3. Net income received by farm operators from farm production(1)	176	- 61	1,310	- 46	1,379	- 20	95	1,596	19	1,690
4. Net income of non-farm unincorporated business including rent	867	970	1,016	1,073	3,926	955	1,060	1,065	1,138	4,218
5. Interest, dividends, and miscellaneous investment income(2)	938	977	982	1,084	3,981	1,037	1,093	1,088	1,169	4,387
<u>Current transfers</u>										
6. From government	1,191	1,144	1,103	1,207	4,645	1,331	1,307	1,319	1,395	5,352
7. Transfer payments to persons	1,189	1,143	1,102	1,206	4,640	1,329	1,306	1,317	1,394	5,346
8. Capital assistance	2	1	1	1	5	2	1	2	1	6
9. From corporations(3)	30	30	29	31	120	32	32	31	32	127
10. From non-residents	10	11	11	11	43	10	11	11	11	43
11. PERSONAL INCOME	11,675	12,049	13,864	12,620	50,208	12,484	13,311	15,305	14,070	55,170

See footnotes below.

TABLE 4. Sources of Personal Income, by Quarters, 1969 and 1970
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Wages, salaries, and supplementary labour income	10,088	10,695	11,215	11,205	43,203	11,177	11,646			
2. Military pay and allowances	214	224	222	238	898	229	225			
3. Net income received by farm operators from farm production(1)	- 115	13	1,691	55	1,644	- 31	235			
4. Net income of non-farm unincorporated business including rent	1,000	1,108	1,124	1,178	4,410	1,046	1,134			
5. Interest, dividends, and miscellaneous investment income(2)	1,148	1,227	1,233	1,345	4,953	1,283	1,350			
<u>Current transfers</u>										
6. From government	1,518	1,492	1,492	1,562	6,064	1,755	1,608			
7. Transfer payments to persons	1,517	1,491	1,490	1,562	6,060	1,755	1,607			
8. Capital assistance	1	1	2	-	4	-	1			
9. From corporations(3)	31	32	32	32	127	32	34			
10. From non-residents	11	11	11	11	44	25	25			
11. PERSONAL INCOME	13,895	14,802	17,020	15,626	61,343	15,516	16,257			

(1) This item differs from line 6, Table 1 by excluding the adjustment which has been made to take account of the accrued net earnings arising out of the operations of the Canadian Wheat Board.

(2) Includes all interest on the public debt paid by government to persons.

(3) Charitable contributions and bad debt allowances.

TABLE 5. Disposition of Personal Income, by Quarters, 1967 and 1968
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	8,900	9,651	9,480	10,967	38,998	9,716	10,380	10,344	11,920	42,360
2. Durable goods	1,087	1,425	1,234	1,312	5,058	1,205	1,470	1,349	1,485	5,509
3. Semi-durable goods	809	1,026	1,024	1,439	4,298	876	1,077	1,069	1,545	4,567
4. Non-durable goods	3,461	3,603	3,762	4,444	15,270	3,792	3,870	3,997	4,784	16,443
5. Services(1)	3,543	3,597	3,460	3,772	14,372	3,843	3,963	3,929	4,106	15,841
<u>Current transfers</u>										
To government										
6. Income taxes	1,214	1,166	1,224	1,300	4,904	1,442	1,415	1,452	1,613	5,922
7. Succession duties and estate taxes	54	51	53	57	215	59	56	62	58	235
8. Employer and employee contributions to social insurance and government pension funds	450	503	509	430	1,892	504	531	537	518	2,090
9. Other	137	97	80	91	405	158	123	115	143	539
10. To corporations(2)	86	88	92	94	360	95	97	101	105	398
11. To non-residents	28	51	32	27	138	28	28	27	27	110
12. Personal saving	806	442	2,394	- 346	3,296	482	681	2,667	- 314	3,516
13. Personal saving excluding change in farm inventories	1,226	575	1,447	197	3,445	914	788	1,327	254	3,283
14. Value of physical change in farm inventories	- 420	- 133	947	- 543	- 149	- 432	- 107	1,340	- 568	233
15. PERSONAL INCOME	11,675	12,049	13,864	12,620	50,208	12,484	13,311	15,305	14,070	55,170
16. (Personal disposable income) (15-6-7-8-9)	(9,820)	(10,232)	(11,998)	(10,742)	(42,792)	(10,321)	(11,186)	(13,139)	(11,738)	(46,384)

See footnotes below.

TABLE 5. Disposition of Personal Income, by Quarters, 1969-1970
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	10,710	11,501	11,339	12,981	46,531	11,383	12,091			
2. Durable goods	1,345	1,567	1,422	1,586	5,920	1,229	1,507			
3. Semi-durable goods	975	1,215	1,139	1,663	4,992	999	1,226			
4. Non-durable goods	4,110	4,271	4,371	5,179	17,931	4,508	4,560			
5. Services(1)	4,280	4,448	4,407	4,553	17,688	4,647	4,798			
<u>Current transfers</u>										
To government										
6. Income taxes	1,643	1,914	1,885	2,027	7,469	2,028	2,274			
7. Succession duties and estate taxes	59	58	60	60	237	58	61			
8. Employer and employee contributions to social insurance and government pension funds	573	627	618	523	2,341	597	649			
9. Other	235	165	157	237	794	301	246			
10. To corporations(2)	110	114	117	119	460	119	119			
11. To non-residents	30	29	32	32	123	35	37			
12. Personal saving	535	394	2,812	- 353	3,388	995	780			
13. Personal saving excluding change in farm inventories	1,025	424	1,513	111	3,073	1,421	640			
14. Value of physical change in farm inventories	- 490	- 30	1,299	- 464	315	- 426	140			
15. PERSONAL INCOME	13,895	14,802	17,020	15,626	61,343	15,516	16,257			
16. (Personal disposable income) (15-6-7-8-9)	(11,385)	(12,038)	(14,300)	(12,779)	(50,502)	(12,532)	(13,027)			

(1) Includes net expenditure abroad.

(2) This item is the transfer portion of interest on the consumer debt.

TABLE 6. Government Revenue, Expenditure and Surplus or Deficit, by Level of Government, by Quarters
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
REVENUE										
1. Direct taxes - Persons	1,718	1,720	1,786	1,787	7,011	2,005	2,002	2,051	2,189	8,247
2. Federal(1)	1,027	1,075	1,072	1,117	4,291	1,230	1,242	1,240	1,395	5,107
3. Provincial	486	402	480	503	1,871	547	495	563	610	2,215
4. Local	-	-	-	-	-	-	-	-	-	-
5. Canada Pension Plan	152	179	172	121	624	168	193	191	134	686
6. Quebec Pension Plan	53	64	62	46	225	60	72	57	50	239
7. Direct taxes - Corporate and Govern- ment business enterprises	544	643	574	636	2,397	615	729	664	801	2,715
8. Federal(2)	404	479	430	473	1,786	461	546	498	600	2,105
9. (Federal tax collections)(2)	(404)	(572)	(433)	(414)	(1,823)	(411)	(486)	(563)	(431)	(1,891)
10. Provincial(3)	140	164	144	163	611	154	183	166	201	704
11. (Provincial tax collections)	(149)	(161)	(162)	(140)	(612)	(180)	(166)	(187)	(150)	(683)
12. Direct taxes-Non-residents-Federal(4)	41	66	37	74	218	49	60	40	60	209
13. Indirect taxes	2,281	2,316	2,387	2,458	9,442	2,467	2,475	2,628	2,750	10,320
14. Federal	878	940	919	968	3,705	855	905	948	1,053	3,761
15. Provincial	717	689	778	798	2,982	838	795	902	916	3,451
16. Local	686	687	690	692	2,755	774	775	778	781	3,108
17. Other current transfers from persons	137	97	80	91	405	158	123	115	143	539
18. Federal	1	1	-	1	3	1	1	1	1	4
19. Provincial	123	81	63	74	341	142	105	97	125	469
20. Local	13	14	16	15	58	15	16	16	16	63
21. Hospitals	-	1	1	1	3	-	1	1	1	3
22. Investment income	306	362	326	439	1,433	349	384	391	453	1,577
23. Federal	130	197	183	239	749	156	206	202	216	780
24. Provincial	155	137	117	167	576	163	135	153	185	636
25. Local	13	20	15	20	68	15	22	17	23	77
26. Hospitals	1	1	1	-	3	1	1	1	1	4
27. Canada Pension Plan	7	7	10	13	37	14	20	18	28	80
28. Current transfers from other levels of government	1,230	1,506	1,415	1,490	5,641	1,500	1,814	1,610	1,713	6,637
29. Provinces - From Canada	410	517	470	503	1,900	576	613	552	619	2,360
30. - From local governments	12	7	9	10	38	10	10	11	14	45
31. Local governments - From Canada	36	21	25	10	92	15	40	19	18	92
32. - From provinces	398	599	546	584	2,127	463	723	595	623	2,404
33. Hospitals - From provinces	370	358	360	378	1,466	431	423	428	433	1,715
34. - From local governments	4	4	5	5	18	5	5	5	6	21
35. Total revenue	6,257	6,710	6,605	6,975	26,547	7,143	7,587	7,499	8,109	30,338
36. Federal	2,481	2,758	2,641	2,872	10,752	2,752	2,960	2,929	3,325	11,966
37. Provincial	2,043	1,997	2,061	2,218	8,319	2,430	2,336	2,444	2,670	9,880
38. Local	1,146	1,341	1,292	1,321	5,100	1,282	1,576	1,425	1,461	5,744
39. Hospitals	375	364	367	384	1,490	437	430	435	441	1,743
40. Canada Pension Plan	159	186	182	134	661	182	213	209	162	766
41. Quebec Pension Plan	53	64	62	46	225	60	72	57	50	239
CURRENT EXPENDITURE										
42. Current expenditure on goods and services(5)	2,713	2,669	2,708	2,844	10,934	3,023	2,833	3,023	3,279	12,158
43. Federal	933	843	906	892	3,574	1,002	845	930	1,015	3,792
44. (Defence)	(470)	(426)	(471)	(438)	(1,805)	(481)	(419)	(433)	(479)	(1,812)
45. Provincial	618	550	522	560	2,250	668	555	633	704	2,560
46. Local	826	925	913	1,010	3,674	966	1,041	1,063	1,157	4,227
47. Hospitals	336	351	367	382	1,436	387	392	397	403	1,579
48. Transfer payments to persons	1,189	1,143	1,102	1,206	4,640	1,329	1,306	1,317	1,394	5,346
49. Federal	770	777	685	700	2,932	856	878	757	786	3,277
50. Provincial	397	343	394	482	1,616	449	401	526	577	1,953
51. Local	22	23	23	24	92	23	24	30	24	101
52. Canada Pension Plan	-	-	-	-	-	1	2	3	5	11
53. Quebec Pension Plan	-	-	-	-	-	-	1	1	2	4
54. Subsidies	117	147	202	190	656	127	130	201	185	643
55. Federal	91	134	146	153	524	104	114	141	159	518
56. Provincial	26	13	56	37	132	23	16	60	26	125

See footnote(s) at end of table.

TABLE 6. Government Revenue, Expenditure and Surplus or Deficit, by Level of Government, by Quarters - Continued
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
57. Capital assistance	18	16	13	27	74	21	13	32	20	86
58. Federal	14	16	12	26	68	20	10	27	15	72
59. Provincial	4	-	1	1	6	1	3	5	5	14
60. Current transfers to Non-residents- Federal	61	88	30	37	216	24	49	59	38	170
61. Interest on the public debt	428	528	462	556	1,974	505	609	559	595	2,268
62. Federal(6)	283	314	320	328	1,245	308	370	378	353	1,409
63. Provincial	89	85	73	110	357	117	111	93	126	447
64. Local	56	129	69	118	372	80	128	88	116	412
65. Current transfers to other levels of government	1,230	1,506	1,415	1,490	5,641	1,500	1,814	1,610	1,713	6,637
66. Canada - To provinces	410	517	470	503	1,900	575	613	552	619	2,360
67. - To local governments	36	21	25	10	92	15	40	19	18	92
68. Provinces - To local governments ...	398	599	546	584	2,127	463	723	595	623	2,404
69. - To hospitals	370	358	360	378	1,466	431	423	428	433	1,715
70. Local governments - To provinces ...	12	7	9	10	38	10	10	11	14	45
71. - To hospitals ...	4	4	5	5	18	5	5	5	6	21
72. Total current expenditure(7)	5,756	6,097	5,932	6,350	24,135	6,529	6,754	6,801	7,224	27,308
73. Federal	2,598	2,710	2,594	2,649	10,551	2,905	2,919	2,863	3,003	11,690
74. Provincial	1,902	1,948	1,952	2,152	7,954	2,152	2,232	2,340	2,494	9,218
75. Local	920	1,088	1,019	1,167	4,194	1,084	1,208	1,197	1,317	4,806
76. Hospitals	336	351	367	382	1,436	387	392	397	403	1,579
77. Canada Pension Plan	-	-	-	-	-	1	2	3	5	11
78. Quebec Pension Plan	-	-	-	-	-	-	1	1	2	4
79. Saving (Total revenue less total current expenditure)	501	613	673	625	2,412	614	833	698	885	3,030
80. Federal	- 117	48	47	223	201	- 153	41	66	322	276
81. Provincial	141	49	109	66	365	278	104	104	176	662
82. Local	226	253	273	154	906	198	368	228	144	938
83. Hospitals	39	13	-	2	54	50	38	38	38	164
84. Canada Pension Plan	159	186	182	134	661	181	211	206	157	755
85. Quebec Pension Plan	53	64	62	46	225	60	71	56	48	235
<u>SURPLUS OR DEFICIT ON A NATIONAL ACCOUNTS BASIS</u>										
Saving as above:										
86. Add: Capital consumption allowances	224	228	232	237	921	239	244	250	255	988
87. Federal	44	44	45	46	179	46	47	48	50	191
88. Provincial	73	74	75	77	299	78	79	80	82	319
89. Local	88	90	92	94	364	95	97	100	101	393
90. Hospitals	19	20	20	20	79	20	21	22	22	85
91. Deduct: Gross capital formation	555	709	951	783	2,998	568	714	954	788	3,024
92. Federal	82	107	156	120	465	102	104	163	131	500
93. Provincial	233	226	298	289	1,046	216	188	277	277	958
94. Local	194	328	444	323	1,289	202	369	455	323	1,349
95. Hospitals	46	48	53	51	198	48	53	59	57	217
96. Equals: Surplus (+) or Deficit (-) ..	170	132	- 46	79	335	285	363	- 6	352	994
97. Federal	- 155	- 15	- 64	149	- 85	- 209	- 16	- 49	241	- 33
98. Provincial	- 19	- 103	- 114	- 146	- 382	140	- 5	- 93	- 19	- 21
99. Local	120	15	- 79	- 75	- 19	91	96	- 127	- 78	- 18
100. Hospitals	12	- 15	- 33	- 29	- 65	22	6	1	3	- 23
101. Canada Pension Plan	159	186	182	134	661	181	211	206	157	755
102. Quebec Pension Plan	53	64	62	46	225	60	71	56	48	235

See footnote(s) at end of table.

TABLE 6. Government Revenue, Expenditure and Surplus or Deficit, by Level of Government, by Quarters - Continued
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
<u>REVENUE</u>										
1. Direct taxes - Persons	2,275	2,599	2,563	2,610	10,047	2,683	2,984			
2. Federal(1)	1,446	1,684	1,636	1,735	6,501	1,735	1,905			
3. Provincial	580	614	650	695	2,539	690	763			
4. Local	-	-	-	-	-	-	-			
5. Canada Pension Plan	180	219	208	131	738	188	231			
6. Quebec Pension Plan	69	82	69	49	269	70	85			
7. Direct taxes - Corporate and govern- ment business enterprises	754	841	686	789	3,070	704	770			
8. Federal(2)	564	628	512	590	2,294	526	582			
9. (Federal tax collections)(2)	(633)	(941)	(636)	(559)	(2,769)	(689)	(839)			
10. Provincial(3)	190	213	174	199	776	178	188			
11. (Provincial tax collections)	(242)	(240)	(237)	(183)	(902)	(261)	(223)			
12. Direct taxes-Non-residents-Federal(4)	46	73	48	65	232	66	70			
13. Indirect taxes	2,711	2,737	2,881	2,993	11,322	2,884	2,904			
14. Federal	929	983	1,011	1,101	4,024	929	987			
15. Provincial	928	898	1,012	1,033	3,871	1,010	970			
16. Local	854	856	858	859	3,427	945	947			
17. Other current transfers from persons	235	165	157	237	794	301	246			
18. Federal	1	1	1	1	4	1	1			
19. Provincial	217	146	138	217	718	283	226			
20. Local	17	17	17	18	69	17	18			
21. Hospitals	-	1	1	1	3	-	1			
22. Investment income	477	506	471	591	2,045	541	556			
23. Federal	229	254	238	315	1,036	252	287			
24. Provincial	206	192	184	206	788	228	193			
25. Local	19	24	20	25	88	22	25			
26. Hospitals	1	1	1	2	5	1	1			
27. Canada Pension Plan	22	35	28	43	128	38	50			
28. Current transfers from other levels of government	1,704	2,179	1,644	1,835	7,362	1,914	2,342			
29. Provinces - From Canada	671	678	615	666	2,630	760	803			
30. - From local governments	12	11	8	13	44	13	8			
31. Local governments - From Canada	25	26	29	18	98	15	28			
32. - From provinces	498	974	503	631	2,606	561	960			
33. Hospitals - From provinces	493	484	483	501	1,961	559	537			
34. - From local governments	5	6	6	6	23	6	6			
35. Total revenue	8,202	9,100	8,450	9,120	34,872	9,093	9,872			
36. Federal	3,215	3,623	3,446	3,807	14,091	3,509	3,832			
37. Provincial	2,804	2,752	2,781	3,029	11,366	3,162	3,151			
38. Local	1,413	1,897	1,427	1,551	6,288	1,560	1,978			
39. Hospitals	499	492	491	510	1,992	566	545			
40. Canada Pension Plan	202	254	236	174	866	226	281			
41. Quebec Pension Plan	69	82	69	49	269	70	85			
<u>CURRENT EXPENDITURE</u>										
42. Current expenditure on goods and services(5)	3,371	3,235	3,513	3,655	13,774	3,899	3,850			
43. Federal	1,139	953	1,112	1,111	4,315	1,277	1,157			
44. (Defence)	(493)	(396)	(454)	(463)	(1,806)	(530)	(441)			
45. Provincial	703	624	680	801	2,808	878	826			
46. Local	1,111	1,225	1,274	1,281	4,891	1,271	1,383			
47. Hospitals	418	433	447	462	1,760	473	484			
48. Transfer payments to persons	1,517	1,491	1,490	1,562	6,060	1,755	1,607			
49. Federal	966	940	847	849	3,602	1,066	1,053			
50. Provincial	518	513	601	670	2,302	645	501			
51. Local	25	26	27	27	105	25	29			
52. Canada Pension Plan	6	9	11	12	38	15	18			
53. Quebec Pension Plan	2	3	4	4	13	4	6			
54. Subsidies	143	145	205	182	675	149	179			
55. Federal	120	134	151	155	560	131	168			
56. Provincial	23	11	54	27	115	18	11			

See footnote(s) at end of table.

TABLE 6. Government Revenue, Expenditure and Surplus or Deficit, by Level of Government, by Quarters - Continued
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
57. Capital Assistance	20	28	23	36	107	29	42			
58. Federal	16	26	17	29	88	25	39			
59. Provincial	4	2	6	7	19	4	3			
60. Current transfers to Non-residents - Federal	26	58	56	42	182	40	53			
61. Interest on the public debt	577	700	624	720	2,621	691	773			
62. Federal(6)	341	416	404	428	1,589	427	465			
63. Provincial	155	145	127	160	587	175	158			
64. Local	81	139	93	132	445	89	150			
65. Current transfers to other levels of government	1,704	2,179	1,644	1,835	7,362	1,914	2,342			
66. Canada - To provinces	671	678	615	666	2,630	760	803			
67. - To local governments	25	26	29	18	98	15	28			
68. Provinces - To local governments ...	498	974	503	631	2,606	561	960			
69. - To hospitals	493	484	483	501	1,961	559	537			
70. Local governments - To provinces ...	12	11	8	13	44	13	8			
71. - To hospitals ...	5	6	6	6	23	6	6			
72. Total current expenditure(7)	7,358	7,836	7,555	8,032	30,781	8,477	8,846			
73. Federal	3,304	3,231	3,231	3,298	13,064	3,741	3,766			
74. Provincial	2,394	2,753	2,454	2,797	10,398	2,840	2,996			
75. Local	1,234	1,407	1,408	1,459	5,508	1,404	1,576			
76. Hospitals	418	433	447	462	1,760	473	484			
77. Canada Pension Plan	6	9	11	12	38	15	18			
78. Quebec Pension Plan	2	3	4	4	13	4	6			
79. Saving (Total revenue less total current expenditure)	844	1,264	895	1,088	4,091	616	1,026			
80. Federal	- 89	392	215	509	1,027	- 232	66			
81. Provincial	410	- 1	327	232	968	322	155			
82. Local	179	490	19	92	780	156	402			
83. Hospitals	81	59	44	48	232	93	61			
84. Canada Pension Plan	196	245	225	162	828	211	263			
85. Quebec Pension Plan	67	79	65	45	256	66	79			
<u>SURPLUS OR DEFICIT ON A NATIONAL ACCOUNTS BASIS</u>										
Saving as above:										
86. Add: Capital consumption allowances ..	261	268	274	280	1,083	287	294			
87. Federal	50	52	53	54	209	55	57			
88. Provincial	83	85	86	86	340	88	90			
89. Local	106	108	111	115	440	119	121			
90. Hospitals	22	23	24	25	94	25	26			
91. Deduct: Gross capital formation	565	714	948	772	2,999	574	713			
92. Federal	97	100	150	114	461	86	88			
93. Provincial	222	181	274	276	953	215	168			
94. Local	195	377	462	323	1,357	217	390			
95. Hospitals	51	56	62	59	228	56	67			
96. Equals: Surplus(+) or deficit(-)	540	818	221	596	2,175	329	607			
97. Federal	- 136	44	118	449	775	- 263	35			
98. Provincial	271	97	139	42	355	195	77			
99. Local	90	221	- 332	- 116	- 137	58	133			
100. Hospitals	52	26	6	14	98	62	20			
101. Canada Pension Plan	196	245	225	162	828	211	263			
102. Quebec Pension Plan	67	79	65	45	256	66	79			

(1) Includes the newly imposed taxes on life insurance companies. At the present time, for national accounts purposes, life insurance companies are treated as associations of individuals in so far as their investment activities are concerned. The new taxes are thus included here pending a complete review of the treatment of insurance.

(2) Excludes the refundable tax on corporate cash profits introduced may 1966. Refunding of the tax began in the third quarter of 1968. The amounts are as follows:

1966					1967					1968					1969					1970				
I	II	III	IV	Year	I	II	III	IV	Year	I	II	III	IV	Year	I	II	III	IV	Year	I	II	III	IV	Year
-	19	57	56	132	64	27	10	8	109	-	5	9	-	52-35-83	-	16-	34-	23-36-	109	-	10-	35		

(3) For the years 1950-1956 the data refer to provincial income tax collections; from 1957 on they refer to tax liabilities.

(4) Withholding taxes.

(5) Includes capital consumption allowances as shown in line 86.

(6) From 1951, interest on the federal public debt is on an accrual basis; prior to 1951 it is on a "due" date basis.

(7) See footnote 5.

TABLE 7. Transactions of Residents with Non-residents in the National Income and Expenditure Accounts, by Quarters, 1967 and 1968 (millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Exports of goods and services	3,175	3,846	3,926	3,766	14,713	3,608	4,312	4,464	4,411	16,795
2. Merchandise	2,596	3,003	2,691	3,048	11,338	3,017	3,512	3,342	3,667	13,538
3. Non-merchandise	579	843	1,235	718	3,375	591	800	1,122	744	3,257
4. Deduct: Imports of goods and services	-3,467	-4,099	-3,751	-3,918	-15,235	-3,838	-4,357	-4,158	-4,635	-16,988
5. Merchandise	-2,481	-2,975	-2,591	-2,725	-10,772	-2,754	-3,140	-2,859	-3,409	-12,162
6. Non-merchandise	-986	-1,124	-1,160	-1,193	-4,463	-1,084	-1,217	-1,299	-1,226	-4,826
7. Add: Net current transfers abroad	-38	-62	-14	21	-93	7	-6	-35	6	-28
8. Current transfers to abroad(-)(1) ..	-89	-139	-62	-64	-354	-52	-77	-86	-65	-280
9. Current transfers from abroad(+)(2)	51	77	48	85	261	59	71	51	71	252
10. Equals: Saving(3)	-330	-315	161	-131	-615	-223	-51	271	-218	-221
Reconciliation with the "Canadian Balance of International Payments":										
Saving as above	-330	-315	161	-131	-615	-223	-51	271	-218	-221
Add: Net inheritances and migrants' funds	17	46	39	14	116	8	45	74	34	161
Equals: Surplus(+) or deficit(-) on current account as per "Canadian Balance of International Payments"(4)	-313	-269	200	-117	-499	-215	-6	345	-184	-60

See footnotes below.

TABLE 7. Transactions of Residents with Non-residents in the National Income and Expenditure Accounts, by Quarters, 1969 and 1970 (millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Exports of goods and services	4,127	4,704	4,766	4,883	18,480	4,702	5,505			
2. Merchandise	3,469	3,805	3,557	4,055	14,886	3,936	4,528			
3. Non-merchandise	658	899	1,209	828	3,594	766	977			
4. Deduct: Imports of goods and services	-4,404	-5,062	-4,760	-5,120	-19,346	-4,702	-5,340			
5. Merchandise	-3,230	-3,706	-3,316	-3,766	-14,018	-3,314	-3,851			
6. Non-merchandise	-1,174	-1,356	-1,444	-1,354	-5,328	-1,388	-1,489			
7. Add: Net current transfers abroad	1	-3	-29	2	-29	16	5			
8. Current transfers to abroad(-)(1) ..	-56	-87	-88	-74	-305	-75	-90			
9. Current transfers from abroad(+)(2)	57	84	59	76	276	91	95			
10. Equals: Saving(3)	-276	-361	-23	-235	-895	16	170			
Reconciliation with the "Canadian Balance of International Payments":										
Saving as above	-276	-361	-23	-235	-895	16	170			
Add: Net inheritances and migrants' funds	18	50	56	49	173	34	42			
Equals: Surplus(+) or deficit(-) on current account as per "Canadian Balance of International Payments"(4)	-258	-311	33	-186	-722	50	212			

(1) Includes personal remittances, government official contributions and government pension payments.

(2) Includes withholding taxes and personal remittances from abroad.

(3) Saving of residents on transactions with non-residents in the national income and expenditure accounts. A negative figure indicates savings made available to the economy by non-residents (see line 8, Table 8).

(4) See "Quarterly Estimates of the Canadian Balance of International Payments", DBS 67-001.

TABLE 8. Sources of Gross Saving, by Quarters, 1967 and 1968
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
Saving										
Persons and unincorporated business										
1. Personal saving	806	442	2,394	-346	3,296	482	681	2,667	-314	3,516
2. Adjustment on grain transactions(1)	-249	99	53	24	-73	-98	-200	40	39	-219
Corporate and government business enterprises										
3. Undistributed corporation profits	530	753	608	571	2,462	478	798	678	122	2,676
4. Undistributed profits of government business enterprises	87	43	37	29	196	68	55	63	69	255
5. Capital assistance	16	15	12	26	69	19	12	30	19	80
6. Inventory valuation adjustment ...	-131	-43	-45	-104	-323	-108	-53	-29	-127	-317
7. Government	501	613	673	625	2,412	614	833	698	885	3,030
8. Non-residents	330	315	-161	131	615	223	51	-271	218	221
9. Capital consumption allowances and miscellaneous valuation adjustments	1,900	1,998	1,964	2,015	7,877	2,003	2,131	2,124	2,153	8,411
10. Residual error of estimate	-234	-101	-56	172	-219	-229	-236	-110	24	-551
11. Total	3,556	4,134	5,479	3,143	16,312	3,452	4,072	5,890	3,688	17,102

See footnote below.

TABLE 8. Sources of Gross Saving, by Quarters, 1969 and 1970
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
Saving										
Persons and unincorporated business										
1. Personal saving	535	394	2,812	-353	3,388	995	780			
2. Adjustment on grain transactions(1)	-	-3	22	32	51	40	47			
Corporate and government business enterprises										
3. Undistributed corporation profits	637	918	662	594	2,811	541	769			
4. Undistributed profits of government business enterprises	95	63	79	49	286	90	86			
5. Capital assistance	19	27	21	36	103	29	41			
6. Inventory valuation adjustment ...	-156	-156	-74	-163	-549	-118	-46			
7. Government	844	1,264	895	1,088	4,091	616	1,026			
8. Non-residents	276	361	23	235	895	-16	-170			
9. Capital consumption allowances and miscellaneous valuation adjustments	2,160	2,246	2,300	2,360	9,066	2,376	2,488			
10. Residual error of estimate	-437	-387	-279	59	-1,044	-535	-383			
11. Total	3,973	4,727	6,461	3,937	19,098	4,018	4,638			

(1) This item is the adjustment to take account of the accrued earnings of farm operators arising out of the operations of the Canadian Wheat Board. See also footnote 1, Table 4.

TABLE 9. Disposition of Gross Saving, by Quarters, 1967 and 1968
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Total gross fixed capital formation(1)	3,516	4,074	4,209	3,885	15,684	3,440	3,968	4,254	4,147	15,809
2. Residential construction	540	646	834	802	2,822	622	776	904	965	3,267
3. Non-residential construction	1,473	1,716	2,100	1,843	7,132	1,449	1,717	2,108	1,870	7,144
4. Machinery and equipment	1,503	1,712	1,275	1,240	5,730	1,369	1,475	1,242	1,312	5,398
5. Value of physical change in inventories	-194	-41	1,214	-571	408	-217	-132	1,525	-435	741
6. Residual error of estimate	234	101	56	-171	220	229	236	111	-24	552
7. Total	3,556	4,134	5,479	3,143	16,312	3,452	4,072	5,890	3,688	17,102

See footnote below.

TABLE 9. Disposition of Gross Saving, by Quarters, 1969 and 1970
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Total gross fixed capital formation(1)	3,653	4,360	4,577	4,421	17,011	3,678	4,091			
2. Residential construction	767	977	1,066	1,056	3,866	779	819			
3. Non-residential construction	1,488	1,752	2,162	1,939	7,341	1,541	1,727			
4. Machinery and equipment	1,398	1,631	1,349	1,426	5,804	1,358	1,545			
5. Value of physical change in inventories	-117	-20	1,605	-425	1,043	-194	163			
6. Residual error of estimate	437	387	279	-59	1,044	534	384			
7. Total	3,973	4,727	6,461	3,937	19,098	4,018	4,638			

(1) For a breakdown between government and business, see Table 2.

TABLE 10. Gross National Expenditure in Constant(1961) Dollars, by Quarters, 1967 and 1968(1)
(millions of dollars)

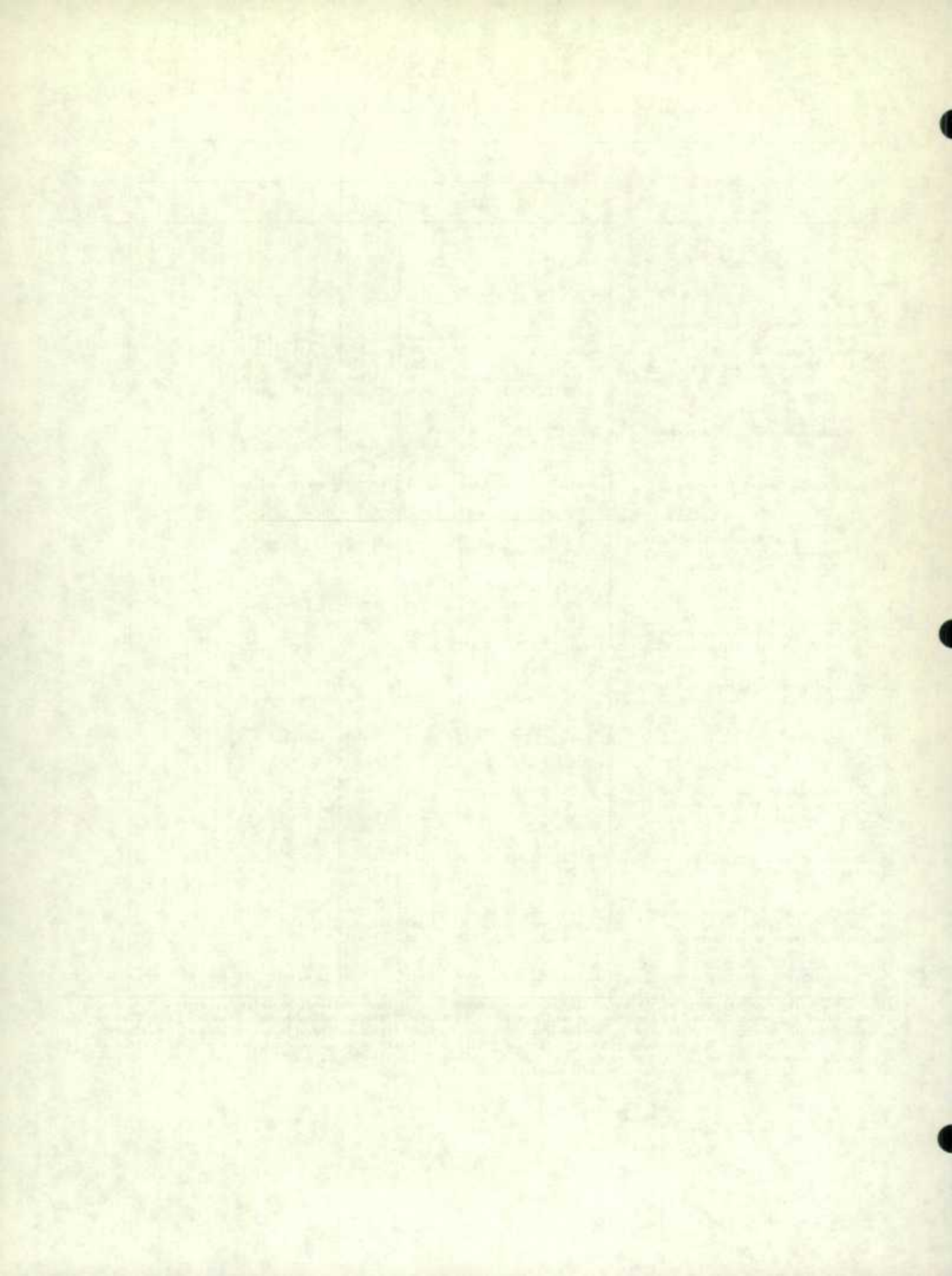
	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	7,981	8,535	8,259	9,534	34,309	8,371	8,825	8,696	9,961	35,853
2. Durable goods	1,077	1,401	1,189	1,256	4,923	1,157	1,404	1,277	1,399	5,237
3. Semi-durable goods	712	884	877	1,219	3,692	745	902	897	1,265	3,809
4. Non-durable goods	3,157	3,224	3,291	3,937	13,609	3,324	3,316	3,369	4,063	14,072
5. Services	3,035	3,026	2,902	3,122	12,085	3,145	3,203	3,153	3,234	12,735
6. Government current expenditure on goods and services	2,089	2,016	2,018	2,102	8,225	2,175	2,022	2,126	2,206	8,539
7. Gross fixed capital formation	2,965	3,449	3,537	3,240	13,191	2,914	3,315	3,522	3,426	13,177
8. Government	482	571	748	635	2,436	495	569	745	649	2,458
9. Residential construction	2	2	2	3	9	2	2	3	3	10
10. Non-residential construction	396	497	651	548	2,092	400	493	648	557	2,098
11. Machinery and equipment	84	72	95	84	335	93	74	94	89	350
12. Business	2,483	2,878	2,789	2,605	10,755	2,419	2,746	2,777	2,777	10,719
13. Residential construction	432	510	655	621	2,218	490	601	693	734	2,518
14. Non-residential construction	843	933	1,090	968	3,834	810	914	1,080	978	3,782
15. Machinery and equipment	1,208	1,435	1,044	1,016	4,703	1,119	1,231	1,004	1,065	4,419
16. Value of physical change in inventories	-151	-97	1,017	-457	312	-163	-86	1,173	-313	611
17. Government	-22	15	31	-2	22	-20	12	33	-2	23
Business										
18. Non-farm	247	65	64	-69	307	207	79	119	76	481
19. Farm and grain in commercial channels	-376	-177	922	-386	-17	-350	-177	1,021	-387	107
20. Exports of goods and services	2,803	3,390	3,417	3,331	12,941	3,136	3,741	3,834	3,853	14,564
21. (of which: merchandise)	(2,332)	(2,710)	(2,442)	(2,756)	(10,240)	(2,672)	(3,125)	(2,971)	(3,289)	(12,057)
22. Deduct: Imports of goods and services	-3,110	-3,679	-3,353	-3,510	-13,652	-3,384	-3,838	-3,649	-4,083	-14,954
23. (of which: merchandise)	(2,285)	(2,742)	(2,399)	(2,516)	(9,942)	(2,508)	(2,857)	(2,625)	(3,110)	(11,100)
24. Residual error of estimate	201	86	47	-143	191	190	194	90	-19	455
25. GROSS NATIONAL EXPENDITURE IN CONSTANT(1961) DOLLARS	12,778	13,700	14,942	14,097	55,517	13,239	14,183	15,792	15,031	58,245

(1) The implicit price deflators of the seasonally unadjusted components of Gross National Expenditure, derived by dividing the value figures in Table 2 by the constant dollar figures in Table 10, are not suitable as indicators of quarter-to-quarter price change. This is because they are currently weighted and therefore are affected by compositional shifts which occur within the unadjusted components of Gross National Expenditure on a quarter-to-quarter basis. Quarter-to-quarter movement in the implicit price deflators based on seasonally adjusted data are less subject to the problem of shifting weights and may be used as a measure of price change.

TABLE 10. Gross National Expenditure in Constant(1961) Dollars, by Quarters, 1969 and 1970(1)
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	8,888	9,380	9,130	10,449	37,847	9,041	9,509			
2. Durable goods	1,284	1,477	1,333	1,470	5,564	1,135	1,379			
3. Semi-durable goods	805	984	919	1,328	4,036	805	976			
4. Non-durable goods	3,511	3,546	3,563	4,276	14,896	3,705	3,676			
5. Services	3,288	3,373	3,315	3,375	13,351	3,396	3,478			
6. Government current expenditure on goods and services	2,250	2,104	2,249	2,289	8,892	2,414	2,353			
7. Gross fixed capital formation	2,976	3,502	3,626	3,479	13,583	2,877	3,186			
8. Government	474	567	725	611	2,377	467	545			
9. Residential construction	1	2	3	2	8	4	4			
10. Non-residential construction	386	494	641	537	2,058	389	469			
11. Machinery and equipment	87	71	81	72	311	74	72			
12. Business	2,502	2,935	2,901	2,868	11,206	2,410	2,641			
13. Residential construction	569	708	780	777	2,834	563	583			
14. Non-residential construction	802	892	1,044	944	3,682	777	836			
15. Machinery and equipment	1,131	1,335	1,077	1,147	4,690	1,070	1,222			
16. Value of physical change in inventories	-53	-108	1,428	-357	910	-201	55			
17. Government	-22	10	27	-12	3	-26	7			
Business										
18. Non-farm	355	20	18	63	456	223	111			
19. Farm and grain in commercial channels	-386	-138	1,383	-408	451	-398	-63			
20. Exports of goods and services	3,547	3,984	3,988	4,145	15,664	3,990	4,552			
21. (of which: merchandise)	(3,054)	(3,320)	(3,112)	(3,548)	(13,034)	(3,444)	(3,863)			
22. Deduct: Imports of goods and services	-3,828	-4,362	-4,027	-4,349	-16,566	-3,855	-4,358			
23. (of which: merchandise)	(2,894)	(3,300)	(2,914)	(3,292)	(12,400)	(-2,783)	(-3,233)			
24. Residual error of estimate	346	302	215	-45	818	407	290			
25. GROSS NATIONAL EXPENDITURE IN CONSTANT(1961) DOLLARS	14,126	14,802	16,609	15,611	61,148	14,673	15,587			

(1) The implicit price deflators of the seasonally unadjusted components of Gross National Expenditure, derived by dividing the value figures in Table 2 by the constant dollar figures in Table 10, are not suitable as indicators of quarter-to-quarter price change. This is because they are currently weighted and therefore are affected by compositional shifts which occur within the unadjusted components of Gross National Expenditure on a quarter-to-quarter basis. Quarter-to-quarter movements in the implicit price deflators based on seasonally adjusted data are less subject to the problem of shifting weights and may be used as a measure of price change.



TABLES ADJUSTED FOR SEASONAL VARIATION AND AT ANNUAL RATES

TABLE 11. National Income and Gross National Product, by Quarters, 1967 and 1968
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Wages, salaries, and supplementary labour income	34,208	34,996	35,756	36,140	35,275	36,912	37,976	38,876	40,208	38,493
2. Military pay and allowances	820	848	884	804	839	828	808	864	940	860
3. Corporation profits before taxes(1)*	6,664	6,640	6,844	6,948	6,774	6,960	7,316	7,568	7,924	7,442
4. Deduct: Dividends paid to non-residents(2)	- 736	- 824	- 920	- 936	- 854	- 864	- 944	- 892	- 728	- 857
5. Interest, and miscellaneous investment income(3)	2,308	2,304	2,332	2,396	2,335	2,364	2,500	2,708	2,748	2,580
6. Accrued net income of farm operators from farm production(4)	1,452	1,540	1,212	1,020	1,306	1,536	1,256	1,516	1,576	1,471
7. Net income of non-farm unincorporated business including rent(5)	3,708	3,864	4,048	4,084	3,926	4,104	4,208	4,244	4,316	4,218
8. Inventory valuation adjustment(6)	- 448	- 152	- 324	- 368	- 323	- 352	- 196	- 272	- 448	- 317
9. NET NATIONAL INCOME AT FACTOR COST ...	47,976	49,216	49,832	50,088	49,278	51,488	52,924	54,612	56,536	53,890
10. Indirect taxes less subsidies	8,796	8,784	8,744	8,820	8,786	9,516	9,512	9,700	9,980	9,677
11. Capital consumption allowances and miscellaneous valuation adjustments	7,752	7,900	7,848	8,008	7,877	8,168	8,416	8,488	8,572	8,411
12. Residual error of estimate	- 292	- 144	- 200	- 240	- 219	- 196	- 584	- 624	- 800	- 551
13. GROSS NATIONAL PRODUCT AT MARKET PRICES	64,232	65,756	66,224	66,676	65,722	68,976	70,268	72,176	74,288	71,427
14. (Gross national product at market prices excluding accrued net income of farm operators)	(62,780)	(64,216)	(65,012)	(65,656)	(64,416)	(67,440)	(69,012)	(70,660)	(72,712)	(69,956)

See footnotes below.

TABLE 11. National Income and Gross National Product, by Quarters, 1969 and 1970
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Wages, salaries, and supplementary labour income	41,672	42,612	43,724	44,804	43,203	46,212	46,380			
2. Military pay and allowances	840	920	884	948	898	896	928			
3. Corporation profits before taxes(1)*	8,160	8,084	7,576	7,588	7,852	7,836	7,420			
4. Deduct: Dividends paid to non-residents(2)	- 860	- 848	- 796	- 844	- 837	- 1,084	- 960			
5. Interest, and miscellaneous investment income(3)	3,084	3,136	3,272	3,292	3,196	3,332	3,560			
6. Accrued net income of farm operators from farm production(4)	1,540	1,552	1,964	1,724	1,695	1,640	1,680			
7. Net income of non-farm unincorporated business including rent (5)	4,292	4,388	4,480	4,480	4,410	4,492	4,448			
8. Inventory valuation adjustment(6)	- 536	- 616	- 460	- 584	- 549	- 380	- 180			
9. NET NATIONAL INCOME AT FACTOR COST ...	58,192	59,228	60,644	61,408	59,868	62,944	63,276			
10. Indirect taxes less subsidies	10,456	10,524	10,692	10,916	10,647	11,088	11,096			
11. Capital consumption allowances and miscellaneous valuation adjustments	8,796	8,872	9,200	9,396	9,066	9,716	9,804			
12. Residual error of estimate	- 956	- 1,144	- 1,244	- 832	- 1,044	- 1,088	- 984			
13. GROSS NATIONAL PRODUCT AT MARKET PRICES	76,488	77,480	79,292	80,888	78,537	82,660	83,192			
14. (Gross national product at market prices excluding accrued net income of farm operators)	(74,948)	(75,928)	(77,328)	(79,164)	(76,842)	(81,020)	(81,512)			

(1) See footnote 1, Table 1. *See Technical Note re Corporation and Labour Unions' Returns Act, page 4.

(2) See footnote 2, Table 1.

(3) See footnote 3, Table 1.

(4) Includes an arbitrary smoothing of crop production, and standard seasonal adjustments for withdrawals of grain from farm stocks and for the change in farm-held livestock and other inventories. Because of the arbitrary element, too precise an interpretation should not be given the seasonally adjusted figures of accrued net income of farm operators.

(5) See footnote 5, Table 1.

(6) See footnote 4, Table 2.

TABLE 12. Gross National Expenditure, by Quarters, 1967 and 1968
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	37,596	38,524	39,580	40,292	38,998	41,104	41,596	42,812	43,928	42,360
2. Government current expenditure on goods and services(1)	10,452	11,048	11,036	11,200	10,934	11,660	11,744	12,328	12,900	12,158
3. Gross fixed capital formation	16,004	15,956	15,624	15,152	15,684	15,744	15,548	15,744	16,200	15,809
4. Government(2)	2,952	2,980	2,980	2,964	2,969	2,988	3,012	2,988	2,992	2,995
5. Residential construction	12	12	12	16	13	8	12	16	16	13
6. Non-residential construction	2,584	2,612	2,600	2,600	2,599	2,592	2,608	2,600	2,608	2,602
7. Machinery and equipment	356	356	368	348	357	388	392	372	368	380
8. Business(3)	13,052	12,976	12,644	12,188	12,715	12,756	12,536	12,756	13,208	12,814
9. Residential construction	2,584	2,712	2,964	2,976	2,809	3,024	3,200	3,208	3,584	3,254
10. Non-residential construction	4,628	4,544	4,504	4,456	4,533	4,532	4,536	4,536	4,564	4,542
11. Machinery and equipment	5,840	5,720	5,176	4,756	5,373	5,200	4,800	5,012	5,060	5,018
12. Value of physical change in inventories	440	640	668	- 116	408	656	508	1,016	784	741
13. Government	12	32	36	36	29	20	20	40	36	29
Business										
Non-farm(4)	540	540	612	- 224	367	408	364	816	304	473
15. Farm and grain in commercial channels(5)	- 112	68	20	72	12	228	124	160	444	239
16. Exports of goods and services	14,436	14,912	14,516	14,988	14,713	16,204	16,732	16,664	17,580	16,795
17. Deduct: Imports of goods and services	-14,984	-15,472	-15,400	-15,084	-15,235	-16,584	-16,448	-17,012	-17,908	-16,988
18. Residual error of estimate	288	148	200	244	220	192	588	624	804	552
19. GROSS NATIONAL EXPENDITURE AT MARKET PRICES	64,232	65,756	66,224	66,676	65,722	68,976	70,268	72,176	74,288	71,427
Detail of Farm Inventories and GICC:										
Value of grain crop production	1,208	1,208	1,208	1,212	1,209	1,480	1,484	1,484	1,484	1,483
Depletions of farm stocks of grain	- 1,308	- 1,440	- 1,452	- 1,232	- 1,358	- 1,428	- 1,172	- 988	- 1,296	- 1,221
Change in other farm-held inventories	- 36	140	- 84	- 20	-	28	- 56	- 64	- 24	- 29
Grain in commercial channels	24	160	348	112	161	148	- 132	- 272	280	6

(1) Includes defence expenditures. Data for the years 1967-1968 are shown in line 44, Table 16.

(2) See footnote 2, Table 2.

(3) See footnote 3, Table 2.

(4) See footnote 4, Table 2.

(5) In the seasonally adjusted series, the value of grain crop production in each quarter is taken as one-fourth of the estimated value of crop production for the year as a whole (see footnote 4, Table 11). All other items in the farm inventories series are seasonally adjusted by standard techniques.

TABLE 13. Relation between Gross National Product at Market Prices and Gross Domestic Product at Factor Cost, by Quarters, 1967 and 1968
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. GROSS NATIONAL PRODUCT AT MARKET PRICES	64,232	65,756	66,224	66,676	65,722	68,976	70,268	72,176	74,288	71,427
2. Deduct: Residual error of estimate	292	144	200	240	219	196	584	624	800	551
3. Indirect taxes less subsidies	- 8,796	- 8,784	- 8,744	- 8,820	- 8,786	- 9,516	- 9,512	- 9,700	- 9,980	- 9,677
4. Income received from non-residents	- 492	- 400	- 488	- 476	- 464	- 528	- 584	- 636	- 584	- 583
5. Add: Income paid to non-residents	1,580	1,700	1,808	1,844	1,733	1,840	1,896	1,912	1,716	1,841
6. GROSS DOMESTIC PRODUCT AT FACTOR COST	56,816	58,416	59,000	59,464	58,424	60,968	62,652	64,376	66,240	63,559

TABLE 12. Gross National Expenditure, by Quarters, 1969 and 1970
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	45,256	46,032	46,648	48,188	46,531	48,316	48,796			
2. Government current expenditure on goods and services(1)	13,048	13,388	14,256	14,404	13,774	15,032	15,984			
3. Gross fixed capital formation	16,756	17,032	16,984	17,272	17,011	16,972	15,956			
4. Government(2)	3,004	3,000	2,976	2,992	2,993	3,104	2,956			
5. Residential construction	8	12	16	12	12	20	20			
6. Non-residential construction	2,616	2,620	2,648	2,672	2,639	2,740	2,568			
7. Machinery and equipment	380	368	312	308	342	344	368			
8. Business(3)	13,752	14,032	14,008	14,280	14,018	13,868	13,000			
9. Residential construction	3,748	3,980	3,776	3,912	3,854	3,848	3,312			
10. Non-residential construction	4,688	4,664	4,684	4,772	4,702	4,832	4,588			
11. Machinery and equipment	5,316	5,388	5,548	5,596	5,462	5,188	5,100			
12. Value of physical change in inventories	1,180	848	1,348	796	1,043	396	544			
13. Government	12	16	12	-16	6	-8	4			
Business										
14. Non-farm(4)	1,064	196	420	456	534	608	516			
15. Farm and grain in commercial channels(5)	104	636	916	356	503	-204	24			
16. Exports of goods and services	18,364	18,064	18,188	19,304	18,480	21,108	21,032			
17. Deduct: Imports of goods and services	-19,068	-19,032	-19,376	-19,908	-19,346	-20,256	-20,104			
18. Residual error of estimate	952	1,148	1,244	832	1,044	1,092	984			
19. GROSS NATIONAL EXPENDITURE AT MARKET PRICES	76,488	77,480	79,292	80,888	78,537	82,660	83,192			
Detail of Farm Inventories and GICC:										
Value of grain crop production	1,444	1,444	1,444	1,444	1,444	804	804			
Depletions of farm stocks of grain	- 1,288	- 1,064	- 1,484	- 980	- 1,204	-1,108	-896			
Change in other farm-held inventories	- 212	88	392	32	75	40	240			
Grain in commercial channels	160	168	564	- 140	188	60	-124			

(1) Includes defence expenditures. Data for 1969 and 1970 are shown in line 44, Table 16.

(2) See footnote 2, Table 2.

(3) See footnote 3, Table 2.

(4) See footnote 4, Table 2.

(5) In the seasonally adjusted series, the value of grain crop production in each quarter is taken as one-fourth of the estimated value of crop production for the year as a whole (see footnote 4, Table 11). All other items in the farm inventories series are seasonally adjusted by standard techniques.

TABLE 13. Relation between Gross National Product at Market Prices and Gross Domestic Product at Factor Cost, by Quarters, 1969 and 1970
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. GROSS NATIONAL PRODUCT AT MARKET PRICES	76,488	77,480	79,292	80,888	78,537	82,660	83,192			
2. Deduct: Residual error of estimate	956	1,144	1,244	832	1,044	1,088	984			
3. Indirect taxes less subsidies	- 10,456	-10,524	-10,692	-10,916	-10,647	- 11,088	- 11,096			
4. Income received from non-residents	-712	-808	-764	-796	-770	- 1,004	- 1,032			
5. Add: Income paid to non-residents ..	1,940	2,008	2,008	1,988	1,986	2,472	2,324			
6. GROSS DOMESTIC PRODUCT AT FACTOR COST	68,216	69,300	71,088	71,996	70,150	74,128	74,372			

TABLE 14. Sources of Personal Income, by Quarters, 1967 and 1968
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Wages, salaries, and supplementary labour income	34,208	34,996	35,756	36,140	35,275	36,912	37,976	38,876	40,208	38,493
2. Military pay and allowances	820	848	884	804	839	828	808	864	940	860
3. Net income received by farm operators from farm production(1)	1,508	1,532	1,400	1,076	1,379	1,764	1,508	1,768	1,720	1,690
4. Net income of non-farm unincorporated business including rent	3,708	3,864	4,048	4,084	3,926	4,104	4,208	4,244	4,316	4,218
5. Interest, dividends, and miscellaneous investment income(2)	3,832	3,908	4,028	4,156	3,981	4,236	4,368	4,460	4,484	4,387
<u>Current transfers</u>										
6. From government	4,396	4,636	4,612	4,936	4,645	4,900	5,292	5,520	5,696	5,352
7. Transfer payments to persons	4,388	4,632	4,608	4,932	4,640	4,892	5,288	5,512	5,692	5,346
8. Capital assistance	8	4	4	4	5	8	4	8	4	6
9. From corporations(3)	120	120	116	124	120	128	128	124	128	127
10. From non-residents	40	44	44	44	43	40	44	44	44	43
11. PERSONAL INCOME	48,632	49,948	50,888	51,364	50,208	52,912	54,332	55,900	57,536	55,170

See footnotes below.

TABLE 14. Sources of Personal Income, by Quarters, 1969 and 1970
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Wages, salaries, and supplementary labour income	41,672	42,612	43,724	44,804	43,203	46,212	46,380			
2. Military pay and allowances	840	920	884	948	898	896	928			
3. Net income received by farm operators from farm production(1)	1,412	1,524	1,976	1,664	1,644	1,428	1,528			
4. Net income of non-farm unincorporated business including rent	4,292	4,388	4,480	4,480	4,410	4,492	4,448			
5. Interest, dividends, and miscellaneous investment income(2)	4,696	4,896	5,060	5,160	4,953	5,252	5,384			
<u>Current transfers</u>										
6. From government	5,632	6,056	6,224	6,344	6,064	6,516	6,512			
7. Transfer payments to persons	5,628	6,052	6,216	6,344	6,060	6,516	6,508			
8. Capital assistance	4	4	8	-	4	-	4			
9. From corporations(3)	124	128	128	128	127	128	136			
10. From non-residents	44	44	44	44	44	104	100			
11. PERSONAL INCOME	58,712	60,568	62,520	63,572	61,343	65,028	65,416			

(1) See footnote 1, Table 4.

(2) See footnote 2, Table 4.

(3) See footnote 3, Table 4.

TABLE 15. Disposition of Personal Income, by Quarters, 1967 and 1968
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services.....	37,596	38,524	39,580	40,292	38,998	41,104	41,596	42,812	43,928	42,360
2. Durable goods	4,732	5,224	5,116	5,160	5,058	5,232	5,412	5,628	5,764	5,509
3. Semi-durable goods	4,072	4,328	4,416	4,376	4,298	4,452	4,504	4,612	4,700	4,567
4. Non-durable goods	14,704	14,988	15,512	15,876	15,270	16,080	16,108	16,532	17,052	16,443
5. Services(1)	14,088	13,984	14,536	14,880	14,372	15,340	15,572	16,040	16,412	15,841
<u>Current transfers</u>										
To government										
6. Income taxes	4,880	4,524	4,996	5,216	4,904	5,760	5,516	5,952	6,460	5,922
7. Succession duties and estate taxes	216	204	212	228	215	236	224	248	232	235
8. Employer and employee contributions to social insurance and government pension funds	1,840	1,876	1,952	1,900	1,892	2,068	1,980	2,052	2,260	2,090
9. Other	388	408	416	408	405	460	520	560	616	539
10. To corporations(2)	344	356	364	376	360	380	392	400	420	398
11. To non-residents	108	196	132	116	138	108	104	112	116	110
12. Personal saving	3,260	3,860	3,236	2,828	3,296	2,796	4,000	3,764	3,504	3,516
13. PERSONAL INCOME	48,632	49,948	50,888	51,364	50,208	52,912	54,332	55,900	57,536	55,170
14. (Personal disposable income) (13-6-7-8-9)	(41,308)	(42,936)	(43,312)	(43,612)	(42,792)	(44,388)	(46,092)	(47,088)	(47,968)	(46,384)

See footnotes below.

TABLE 15. Disposition of Personal Income, by Quarters, 1969 and 1970
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	45,256	46,032	46,648	48,188	46,531	48,316	48,796			
2. Durable goods	5,864	5,796	5,896	6,124	5,920	5,448	5,620			
3. Semi-durable goods	4,940	5,060	4,888	5,080	4,992	5,056	5,112			
4. Non-durable goods	17,384	17,648	17,936	18,756	17,931	19,208	19,224			
5. Services(1)	17,068	17,528	17,928	18,228	17,688	18,604	18,840			
<u>Current transfers</u>										
To government										
6. Income taxes	6,544	7,476	7,744	8,112	7,469	8,068	8,908			
7. Succession duties and estate taxes	236	232	240	240	237	232	244			
8. Employer and employee contributions to social insurance and government pension funds	2,340	2,356	2,376	2,292	2,341	2,428	2,436			
9. Other	768	688	728	992	794	984	1,032			
10. To corporations(2)	440	456	472	472	460	476	476			
11. To non-residents	116	108	132	136	123	136	152			
12. Personal saving	3,012	3,220	4,180	3,140	3,388	4,388	3,372			
13. PERSONAL INCOME	58,712	60,568	62,520	63,572	61,343	65,028	65,416			
14. (Personal disposable income) (13-6-7-8-9)	(48,824)	(49,816)	(51,432)	(51,936)	(50,502)	(53,316)	(52,796)			

(1) See footnote 1, Table 5.

(2) See footnote 2, Table 5.

TABLE 15. Government Revenue, Expenditure and Surplus or Deficit, by Level of Government, by Quarters
Seasonally Adjusted at Annual Rates
(Millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
REVENUE										
1. Direct taxes - Persons	6,936	6,604	7,160	7,344	7,011	8,064	7,720	8,252	8,952	8,247
2. Federal(1)	4,184	4,132	4,368	4,480	4,291	4,976	4,792	5,068	5,592	5,107
3. Provincial	1,916	1,644	1,928	1,996	1,871	2,156	2,024	2,272	2,408	2,215
4. Local	-	-	-	-	-	-	-	-	-	-
5. Canada Pension Plan	620	616	624	636	624	688	664	692	700	686
6. Quebec Pension Plan	216	212	240	232	225	244	240	220	252	239
7. Direct taxes - Corporate and govern- ment business enterprises	2,316	2,364	2,464	2,444	2,397	2,616	2,680	2,860	3,080	2,809
8. Federal(2)	1,720	1,760	1,844	1,820	1,786	1,964	2,008	2,144	2,304	2,105
9. (Federal tax collections)(2)	(1,780)	(1,824)	(1,840)	(1,848)	(1,823)	(1,772)	(1,512)	(2,368)	(1,912)	(1,891)
10. Provincial(3)	596	604	620	624	611	652	672	716	776	704
11. (Provincial tax collections)	(572)	(604)	(616)	(656)	(612)	(688)	(620)	(720)	(704)	(683)
12. Direct taxes-Non-residents-Federal(4)	192	236	212	232	218	224	208	216	188	209
13. Indirect taxes	9,348	9,444	9,432	9,544	9,442	10,100	10,132	10,384	10,664	10,320
14. Federal	3,776	3,748	3,664	3,632	3,705	3,676	3,628	3,796	3,944	3,761
15. Provincial	2,824	2,948	3,008	3,148	2,982	3,324	3,404	3,476	3,600	3,451
16. Local(5)	2,748	2,748	2,760	2,764	2,755	3,100	3,100	3,112	3,120	3,108
17. Other current transfers from persons	388	408	416	408	405	460	520	560	616	539
18. Federal	-	4	4	4	3	4	4	4	4	4
19. Provincial	336	344	344	340	341	396	448	488	544	469
20. Local	52	56	64	60	58	60	64	64	64	63
21. Hospitals	-	4	4	4	3	-	4	4	4	3
22. Investment income	1,328	1,428	1,440	1,536	1,433	1,516	1,520	1,700	1,572	1,577
23. Federal	660	748	812	776	749	764	780	880	696	780
24. Provincial	572	580	516	636	576	596	580	660	708	636
25. Local	64	68	68	72	68	72	76	76	84	77
26. Hospitals	4	4	4	-	3	4	4	4	4	4
27. Canada Pension Plan	28	28	40	52	37	80	80	80	80	80
28. Current transfers from other levels of government	5,180	5,580	5,916	5,888	5,641	6,336	6,680	6,696	6,836	6,637
29. Provinces - From Canada	1,624	2,008	2,036	1,932	1,900	2,324	2,324	2,368	2,424	2,360
30. - From local governments	44	36	36	36	38	36	48	44	52	45
31. Local governments - From Canada ...	136	56	108	68	92	52	132	84	100	92
32. - From provinces	1,952	2,020	2,240	2,296	2,127	2,264	2,456	2,420	2,476	2,404
33. Hospitals - From provinces	1,408	1,444	1,476	1,536	1,466	1,640	1,700	1,760	1,760	1,715
34. - From local governments	16	16	20	20	18	20	20	20	24	21
35. Total revenue	25,688	26,064	27,040	27,396	26,547	29,316	29,460	30,668	31,908	30,338
36. Federal	10,532	10,628	10,904	10,944	10,752	11,608	11,420	12,108	12,728	11,966
37. Provincial	7,912	8,164	8,488	8,712	8,319	9,484	9,500	10,024	10,512	9,880
38. Local	4,952	4,948	5,240	5,260	5,100	5,548	5,828	5,756	5,844	5,744
39. Hospitals	1,428	1,468	1,504	1,560	1,490	1,664	1,728	1,788	1,792	1,743
40. Canada Pension Plan	648	644	664	688	661	768	744	772	780	766
41. Quebec Pension Plan	216	212	240	232	225	244	240	220	252	239
CURRENT EXPENDITURE										
42. Current expenditure on goods and services(6)	10,452	11,048	11,036	11,200	10,934	11,660	11,744	12,328	12,900	12,158
43. Federal	3,420	3,636	3,668	3,572	3,574	3,676	3,664	3,760	4,068	3,792
44. (Defence)	(1,704)	(1,860)	(1,924)	(1,732)	(1,805)	(1,760)	(1,836)	(1,756)	(1,896)	(1,812)
45. Provincial	2,232	2,348	2,192	2,228	2,250	2,412	2,384	2,664	2,780	2,560
46. Local	3,456	3,660	3,708	3,872	3,674	4,024	4,128	4,316	4,440	4,227
47. Hospitals	1,344	1,404	1,468	1,528	1,436	1,548	1,568	1,588	1,612	1,579
48. Transfer payments to persons	4,388	4,632	4,608	4,932	4,640	4,892	5,288	5,512	5,692	5,346
49. Federal	2,780	3,008	2,968	2,972	2,932	3,072	3,376	3,312	3,348	3,277
50. Provincial	1,520	1,532	1,548	1,864	1,616	1,720	1,804	2,068	2,220	1,953
51. Local	88	92	92	96	92	96	96	116	96	101
52. Canada Pension Plan	-	-	-	-	-	4	8	12	20	11
53. Quebec Pension Plan	-	-	-	-	-	-	4	4	8	4
54. Subsidies	552	660	688	724	656	584	620	684	684	643
55. Federal	432	548	544	572	524	476	492	528	576	518
56. Provincial	120	112	144	152	132	108	128	156	108	125

See footnote(s) at end of table.

TABLE 16. Government Revenue, Expenditure and Surplus or Deficit, by Level of Government, by Quarters
Seasonally Adjusted at Annual Rates - Continued
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
57. Capital Assistance	80	56	60	100	74	84	40	148	72	86
58. Federal	64	56	56	96	68	80	28	128	52	72
59. Provincial	16	-	4	4	6	4	12	20	20	14
60. Current transfers to Non-residents- Federal	268	324	92	180	216	132	156	208	184	170
61. Interest on the public debt	1,852	1,940	1,968	2,136	1,974	2,188	2,244	2,364	2,276	2,268
62. Federal(7)	1,192	1,208	1,256	1,324	1,245	1,308	1,420	1,488	1,420	1,409
63. Provincial	328	336	360	404	357	428	440	456	464	447
64. Local	332	396	352	408	372	452	384	420	392	412
65. Current transfers to other levels of government	5,180	5,580	5,916	5,888	5,641	6,336	6,680	6,696	6,836	6,637
66. Canada - To provinces	1,624	2,008	2,036	1,932	1,900	2,324	2,324	2,368	2,424	2,360
67. - To local governments	136	56	108	68	92	52	132	84	100	92
68. Provinces - To local governments ...	1,952	2,020	2,240	2,296	2,127	2,264	2,456	2,420	2,476	2,404
69. - To hospitals	1,408	1,444	1,476	1,536	1,466	1,640	1,700	1,760	1,760	1,715
70. Local governments - To provinces ...	44	36	36	36	38	36	48	44	52	45
71. - To hospitals ...	16	16	20	20	18	20	20	20	24	21
72. Total current expenditure(8)	22,772	24,240	24,368	25,160	24,135	25,876	26,772	27,940	28,644	27,308
73. Federal	9,916	10,844	10,728	10,716	10,551	11,120	11,592	11,876	12,172	11,690
74. Provincial	7,576	7,792	7,964	8,484	7,954	8,576	8,924	9,544	9,828	9,218
75. Local	3,936	4,200	4,208	4,432	4,194	4,628	4,676	4,916	5,004	4,806
76. Hospitals	1,344	1,404	1,468	1,528	1,436	1,548	1,568	1,588	1,612	1,579
77. Canada Pension Plan	-	-	-	-	-	4	8	12	20	11
78. Quebec Pension Plan	-	-	-	-	-	-	4	4	8	4
79. Saving (Total revenue less total current expenditure)	2,916	1,824	2,672	2,236	2,412	3,440	2,688	2,728	3,264	3,030
80. Federal	616	-216	176	228	201	488	-172	232	556	276
81. Provincial	336	372	524	228	365	908	576	480	684	662
82. Local	1,016	748	1,032	828	906	920	1,152	840	840	938
83. Hospitals	84	64	36	32	54	116	160	200	180	164
84. Canada Pension Plan	648	644	664	688	661	764	736	760	760	755
85. Quebec Pension Plan	216	212	240	232	225	244	236	216	244	235
<u>SURPLUS OR DEFICIT ON A NATIONAL ACCOUNTS BASIS</u>										
Saving as above:										
86. Add: Capital consumption allowances ..	896	912	928	948	921	956	976	1,000	1,020	988
87. Federal	176	176	180	184	179	184	188	192	200	191
88. Provincial	292	296	300	308	299	312	316	320	328	319
89. Local	352	360	368	376	364	380	388	400	404	393
90. Hospitals	76	80	80	80	79	80	84	88	88	85
91. Deduct: Gross capital formation	2,964	3,012	3,016	3,000	2,998	3,008	3,032	3,208	3,028	3,024
92. Federal	448	476	468	468	465	512	480	500	508	500
93. Provincial	1,112	1,076	1,004	992	1,046	1,012	924	948	948	958
94. Local	1,204	1,260	1,348	1,344	1,289	1,272	1,412	1,360	1,352	1,349
95. Hospitals	200	200	196	196	198	212	216	220	220	217
96. Equals: Surplus(+) or deficit(-)	848	-276	584	184	335	1,388	632	700	1,256	994
97. Federal	344	-516	-112	-56	-85	160	-464	-76	248	-33
98. Provincial	-484	-408	-180	-456	-382	208	-32	-148	64	23
99. Local	164	-152	52	-140	-19	28	128	-120	-108	-18
100. Hospitals	-40	-56	-80	-84	-65	-16	28	68	48	32
101. Canada Pension Plan	648	644	664	688	661	764	736	760	760	755
102. Quebec Pension Plan	216	212	240	232	225	244	236	216	244	235

See footnotes(s) at end of table.

TABLE 15. Government Revenues, Expenditure and Surplus or Deficit, by Level of Government, by Quarters
Seasonally Adjusted at Annual Rates - Continued
(millions of dollars)

	1969					1970				
	1	II	III	IV	Year	1	II	III	IV	Year
REVENUE										
1. Direct taxes - Persons	9,120	10,064	10,360	10,644	10,047	10,728	11,588			
2. Federal(1)	5,820	6,516	6,708	6,960	6,501	6,964	7,380			
3. Provincial	2,288	2,512	2,624	2,732	2,539	2,724	3,120			
4. Local	-	-	-	-	-	-	-			
5. Canada Pension Plan	736	760	760	696	738	760	800			
6. Quebec Pension Plan	276	276	268	256	269	280	288			
7. Direct taxes - Corporate and govern- ment business enterprises	3,184	3,096	2,968	3,032	3,070	2,952	2,852			
8. Federal(2)	2,384	2,312	2,212	2,268	2,294	2,208	2,156			
9. (Federal tax collections)(2)	(2,788)	(2,988)	(2,744)	(2,556)	(2,769)	3,020	2,640			
10. Provincial(3)	800	784	756	764	776	744	696			
11. (Provincial tax collections)	(944)	(888)	(912)	(864)	(902)	1,040	832			
12. Direct taxes-Non-residents-Federal(4)	212	248	260	208	232	304	244			
13. Indirect taxes	11,108	11,212	11,380	11,580	11,322	11,776	11,936			
14. Federal	3,984	3,944	4,048	4,120	4,024	3,972	3,956			
15. Provincial	3,704	3,844	3,900	4,036	3,871	4,020	4,192			
16. Local(5)	3,420	3,424	3,432	3,432	3,427	3,784	3,788			
17. Other current transfers from persons	768	688	728	992	794	984	1,032			
18. Federal	4	4	4	4	4	4	4			
19. Provincial	696	612	652	912	718	912	952			
20. Local	68	68	68	72	69	68	72			
21. Hospitals	-	4	4	4	3	-	4			
22. Investment income	1,992	2,026	2,032	2,140	2,045	2,248	2,228			
23. Federal	1,064	972	1,028	1,080	1,036	1,160	1,104			
24. Provincial	748	816	800	788	788	832	832			
25. Local	88	84	88	92	88	100	88			
26. Hospitals	4	4	4	8	5	4	4			
27. Canada Pension Plan	88	140	112	172	128	152	200			
28. Current transfers from other levels of government	7,148	8,008	6,932	7,360	7,362	8,144	8,588			
29. Provinces - From Canada	2,588	2,660	2,656	2,616	2,630	3,036	3,076			
30. - From local governments	44	48	36	48	44	48	36			
31. Local governments - From Canada	88	92	112	100	98	48	100			
32. - From provinces	2,532	3,244	2,120	2,528	2,606	2,860	3,200			
33. Hospitals - From provinces	1,876	1,940	1,984	2,044	1,961	2,128	2,152			
34. - From local governments	20	24	24	24	23	24	24			
35. Total revenue	33,532	35,332	34,660	35,964	34,872	37,136	38,468			
36. Federal	13,468	13,996	14,260	14,640	14,091	14,612	14,844			
37. Provincial	10,868	11,276	11,424	11,896	11,366	12,316	12,904			
38. Local	6,196	6,912	5,820	6,224	6,288	6,860	7,248			
39. Hospitals	1,900	1,972	2,016	2,080	1,992	2,156	2,184			
40. Canada Pension Plan	824	900	872	868	866	912	1,000			
41. Quebec Pension Plan	276	276	268	256	269	280	288			
CURRENT EXPENDITURE										
42. Current expenditure on goods and services(6)	13,048	13,388	14,256	14,404	13,774	15,032	15,984			
43. Federal	4,180	4,140	4,496	4,444	4,315	(4,680)	(5,028)			
44. (Defence)	(1,820)	(1,740)	(1,840)	(1,824)	(1,806)	(1,960)	(1,928)			
45. Provincial	2,544	2,684	2,856	3,148	2,808	3,168	3,576			
46. Local	4,652	4,832	5,116	4,964	4,891	5,292	5,444			
47. Hospitals	1,672	1,732	1,788	1,848	1,760	1,892	1,936			
48. Transfer payments to persons	5,628	6,052	6,216	6,344	6,060	6,516	6,508			
49. Federal	3,480	3,596	3,700	3,632	3,602	3,832	4,036			
50. Provincial	2,012	2,304	2,352	2,540	2,302	2,508	2,260			
51. Local	104	104	104	108	105	100	116			
52. Canada Pension Plan	24	36	44	48	38	60	72			
53. Quebec Pension Plan	8	12	16	16	13	16	24			
54. Subsidies	652	688	688	672	675	688	840			
55. Federal	564	576	564	556	560	596	724			
56. Provincial	108	112	124	116	115	92	116			

See footnote(s) at end of table.

TABLE 16. Government Revenue, Expenditure and Surplus or Deficit, by Level of Government, by Quarters
Seasonally Adjusted at Annual Rates - Concluded
(millions of dollars)

	1969					1970				
	1	11	111	1V	Year	1	11	111	1V	Year
57. Capital Assistance	92	92	112	132	107	132	140			
58. Federal	76	84	88	104	88	116	128			
59. Provincial	16	8	24	28	19	16	12			
60. Current transfers to Non-residents- Federal	140	192	196	200	182	224	168			
61. Interest on the public debt	2,476	2,580	2,648	2,780	2,621	2,956	2,856			
62. Federal(7)	1,460	1,592	1,588	1,716	1,589	1,824	1,776			
63. Provincial	564	572	620	592	587	636	628			
64. Local	452	416	440	472	445	496	452			
65. Current transfers to other levels of government	7,148	8,008	6,932	7,360	7,362	8,144	8,588			
66. Canada - To provinces	2,588	2,660	2,656	2,616	2,630	3,036	3,076			
67. - To local governments	88	92	112	100	98	48	100			
68. Provinces - To local governments ...	2,532	3,244	2,120	2,528	2,606	2,860	3,200			
69. - To hospitals	1,876	1,940	1,984	2,044	1,961	2,128	2,152			
70. Local governments - To provinces ...	44	48	36	48	44	48	36			
71. - To hospitals ...	20	24	24	24	23	24	24			
72. Total current expenditure(8)	29,184	31,000	31,048	31,892	30,781	33,692	35,084			
73. Federal	12,556	12,932	13,400	13,368	13,064	14,356	15,036			
74. Provincial	9,652	10,864	10,080	10,996	10,398	11,408	11,944			
75. Local	5,272	5,424	5,720	5,616	5,508	5,960	6,072			
76. Hospitals	1,672	1,732	1,788	1,848	1,760	1,892	1,936			
77. Canada Pension Plan	24	36	44	48	38	60	72			
78. Quebec Pension Plan	8	12	16	16	13	16	24			
79. Saving (total revenue less total current expenditure)	4,348	4,332	3,612	8,072	4,091	3,444	3,384			
80. Federal	912	1,064	860	1,272	1,027	256	-192			
81. Provincial	1,216	412	1,344	900	968	908	960			
82. Local	924	1,488	100	608	780	900	1,176			
83. Hospitals	228	240	228	232	232	264	248			
84. Canada Pension Plan	800	864	828	820	828	852	928			
85. Quebec Pension Plan	268	264	252	240	256	264	264			
<u>SURPLUS OR DEFICIT ON A NATIONAL ACCOUNTS BASIS</u>										
Saving as above:										
86. Add: Capital consumption allowances ...	1,044	1,072	1,096	1,120	1,083	1,148	1,176			
87. Federal	200	208	212	216	209	220	228			
88. Provincial	332	340	344	344	340	352	360			
89. Local	424	432	444	460	440	476	484			
90. Hospitals	88	92	96	100	94	100	104			
91. Deduct: Gross capital formation	3,016	3,016	2,988	2,976	2,999	3,096	2,960			
92. Federal	512	456	436	440	461	464	388			
93. Provincial	1,032	892	940	948	953	1,000	832			
94. Local	1,248	1,440	1,380	1,360	1,357	1,384	1,468			
95. Hospitals	224	228	232	228	228	248	272			
96. Equals: Surplus(+) or deficit(-)	2,376	2,388	1,720	2,216	2,175	1,496	1,600			
97. Federal	600	816	636	1,048	775	12	-352			
98. Provincial	516	- 140	748	296	355	260	488			
99. Local	100	480	- 836	- 292	- 137	- 8	192			
100. Hospitals	92	104	92	104	98	116	80			
101. Canada Pension Plan	800	864	828	820	828	852	928			
102. Quebec Pension Plan	268	264	252	240	256	264	264			

(1) See footnote 1, Table 6.

(2) See footnote 2, Table 6.

(3) See footnote 3, Table 6.

(4) See footnote 4, Table 6.

(5) The quarterly figures of real property taxes unadjusted and seasonally adjusted are obtained by dividing annual totals by four since real property taxes accrue uniformly throughout the taxation year. Because in recent years, changes in real property tax rates have been generally upward, this treatment gives rise to a fictitious seasonal between the fourth and first quarters in the seasonally adjusted taxes series.

(6) Includes capital consumption allowances as shown in line 86.

(7) See footnote 6, Table 6.

(8) See footnote 6, Table 6.

TABLE 17. Transactions of Residents with Non-residents in the National Income and Expenditure Accounts, by Quarters, 1967-1968
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Exports of goods and services	14,436	14,912	14,516	14,988	14,713	16,204	16,732	16,664	17,580	16,795
2. Merchandise	11,344	11,452	10,700	11,856	11,338	13,072	13,444	13,336	14,300	13,538
3. Non-merchandise	3,092	3,460	3,816	3,132	3,375	3,132	3,288	3,328	3,280	3,257
4. Deduct: Imports of goods and services	-14,984	-15,472	-15,400	-15,084	-15,235	-16,584	-16,448	-17,012	-17,908	-16,988
5. Merchandise	-10,688	-11,028	-10,880	-10,492	-10,772	-11,868	-11,632	-12,028	-13,120	-12,162
6. Non-merchandise	-4,296	-4,444	-4,520	-4,592	-4,463	-4,716	-4,816	-4,984	-4,788	-4,826
7. Add: Net current transfers abroad	-144	-240	32	-20	-93	24	-8	-60	-68	-28
8. Current transfers abroad (-)(1)	-376	-520	-224	-296	-354	-240	-260	-320	-300	-280
9. Current transfers from abroad(+)(2)	232	280	256	276	261	264	252	260	232	252
10. Equals: Saving(3)	-692	-800	-852	-116	-615	-356	276	-408	-396	-221
Reconciliation with the Canadian Balance of International Payments:										
Saving as above	-692	-800	-852	-116	-615	-356	276	-408	-396	-221
Add: Net inheritances and migrants' funds	120	136	108	100	116	84	128	244	188	161
Equals: Surplus(+) or deficit(-) on current account as per "Canadian Balance of International Payments" (4)	-572	-664	-744	-16	-499	-272	404	-164	-208	-60

See footnotes below.

TABLE 17. Transactions of Residents with Non-residents in the National Income and Expenditure Accounts, by Quarters, 1969 and 1970
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Exports of goods and services	18,364	18,064	18,188	19,304	18,480	21,108	21,032			
2. Merchandise	14,872	14,428	14,600	15,644	14,886	17,052	17,080			
3. Non-merchandise	3,492	3,636	3,588	3,660	3,594	4,056	3,952			
4. Deduct: Imports of goods and services	-19,068	-19,032	-19,376	-19,908	-19,346	-20,256	-20,104			
5. Merchandise	-13,932	-13,692	-13,924	-14,524	-14,018	-14,260	-14,252			
6. Non-merchandise	-5,136	-5,340	-5,452	-5,384	-5,328	-5,996	-5,852			
7. Add: Net current transfers abroad	-	-8	-24	-84	-29	48	24			
8. Current transfers to abroad(-)(1) ..	-256	-300	-328	-336	-305	-360	-320			
9. Current transfers from abroad(+)(2)	256	292	304	252	276	408	344			
10. Equals: Saving(3)	-704	-976	-1,212	-688	-895	900	952			
Reconciliation with the Canadian Balance of International payments:										
Saving as above	-704	-976	-1,212	-688	-895	900	952			
Add: Net inheritances and migrants' funds	144	148	168	232	173	220	120			
Equals: Surplus(+) or deficit(-) on current account as per "Canadian Balance of International Payments" (4)	-560	-828	-1,044	-456	-722	1,120	1,072			

(1) See footnote 1, Table 7.

(2) See footnote 2, Table 7.

(3) Saving of residents on transactions with non-residents in the national income and expenditure accounts. A negative figure indicates savings made available to the economy by non-residents (see line 8, Table 18).

(4) See footnote(4) Table 7.

TABLE 18. Sources of Gross Saving, by Quarters, 1967 and 1968
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
Saving										
Persons and unincorporated business										
1. Personal saving	3,260	3,860	3,236	2,828	3,296	2,796	4,000	3,764	3,504	3,516
2. Adjustment on grain transaction(1)	-56	8	-188	-56	-73	-228	-252	-252	-144	-219
Corporate and government business enterprises										
3. Undistributed corporation profits	2,580	2,412	2,388	2,468	2,462	2,368	2,572	2,752	3,012	2,676
4. Undistributed profits of government business enterprises	256	184	152	192	196	164	240	252	364	255
5. Capital assistance	72	52	56	96	69	75	36	140	68	80
6. Inventory valuation adjustment ...	-448	-152	-324	-368	-323	-352	-196	-272	-448	-317
7. Government	2,916	1,824	2,672	2,236	2,412	3,440	2,688	2,728	3,264	3,030
8. Non-residents	692	800	852	116	615	356	-276	408	396	221
9. Capital consumption allowances and miscellaneous valuation adjustments	7,752	7,900	7,848	8,008	7,877	8,168	8,416	8,488	8,572	8,411
10. Residual error of estimate	-292	-144	-200	-240	-219	-196	-584	-624	-800	-551
11. Total	16,732	16,744	16,492	15,280	16,312	16,592	16,644	17,384	17,788	17,102

See footnote below.

TABLE 18. Sources of Gross Saving, by Quarters, 1969 and 1970
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
Saving										
Persons and unincorporated business										
1. Personal saving	3,012	3,220	4,180	3,140	3,388	4,388	3,372			
2. Adjustment on grain transactions(1)	128	28	-12	60	51	212	152			
Corporate and government enterprises										
3. Undistributed corporation profits	3,060	2,992	2,664	2,528	2,811	2,688	2,380			
4. Undistributed profits of government business enterprises	244	280	320	300	286	248	372			
5. Capital assistance	88	88	104	132	103	132	136			
6. Inventory valuation adjustment ...	-536	-616	-460	-584	-549	-380	-180			
7. Government	4,348	4,332	3,612	4,072	4,091	3,444	3,384			
8. Non-residents	704	976	1,212	688	895	-900	-952			
9. Capital consumption allowances and miscellaneous valuation adjustments	8,796	8,872	9,200	9,396	9,066	9,716	9,804			
10. Residual error of estimate	-956	-1,144	-1,244	-832	-1,044	-1,088	-984			
11. Total	18,888	19,028	19,576	18,900	19,098	18,460	17,484			

(1) See footnote 1, Table 5.

TABLE 19. Disposition of Gross Saving, by Quarters, 1967 and 1968
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Total gross fixed capital formation(1)	16,004	15,956	15,624	15,152	15,684	15,744	15,548	15,744	16,200	15,809
2. Residential construction	2,596	2,724	2,976	2,992	2,822	3,032	3,212	3,224	3,600	3,267
3. Non-residential construction	7,212	7,156	7,104	7,056	7,132	7,124	7,144	7,136	7,172	7,144
4. Machinery and equipment	6,196	6,076	5,544	5,104	5,730	5,588	5,192	5,384	5,428	5,398
5. Value of physical change in inventories	440	640	668	- 116	408	656	508	1,016	784	741
6. Residual error of estimate	288	148	200	244	220	192	588	624	804	552
7. Total	16,732	16,744	16,492	15,280	16,312	16,592	16,644	17,384	17,788	17,102

See footnotes below.

TABLE 19. Disposition of Gross Saving, by Quarters, 1969 and 1970
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Total gross fixed capital formation(1)	16,756	17,032	16,984	17,272	17,011	16,972	15,956			
2. Residential construction	3,756	3,992	3,792	3,924	3,866	3,868	3,332			
3. Non-residential construction	7,304	7,284	7,332	7,444	7,341	7,572	7,156			
4. Machinery and equipment	5,696	5,756	5,860	5,904	5,804	5,532	5,468			
5. Value of physical change in inventories	1,180	848	1,348	796	1,043	396	544			
6. Residual error of estimate	952	1,148	1,244	832	1,044	1,092	984			
7. Total	18,888	19,028	19,576	18,900	19,098	18,460	17,484			

(1) See footnote 1, Table 12.

TABLE 20. Gross National Expenditure in Constant (1961) Dollars, by Quarters 1967 and 1968 (1). 2)
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	33,596	34,132	34,596	34,912	34,309	35,324	35,420	36,108	36,560	35,853
2. Durable goods	4,668	5,108	4,944	4,972	4,923	5,016	5,152	5,348	5,432	5,237
3. Semi-durable goods	3,560	3,728	3,760	3,720	3,692	3,756	3,764	3,844	3,872	3,809
4. Non-durable goods	13,276	13,492	13,760	13,908	13,609	13,960	13,892	14,100	14,336	14,072
5. Services	12,092	11,804	12,132	12,312	12,085	12,592	12,612	12,816	12,920	12,735
6. Government current expenditure on goods and services	8,092	8,376	8,116	8,316	8,225	8,472	8,404	8,584	8,696	8,539
7. Gross fixed capital formation	13,420	13,460	13,248	12,636	13,191	13,292	13,020	13,100	13,296	13,177
8. Government	2,440	2,452	2,448	2,404	2,436	2,488	2,440	2,444	2,460	2,458
9. Residential construction	8	8	8	12	9	8	8	12	12	10
10. Non-residential construction	2,092	2,104	2,100	2,072	2,092	2,108	2,084	2,092	2,108	2,098
11. Machinery and equipment	340	340	340	320	335	372	348	340	340	350
12. Business	10,980	11,008	10,800	10,232	10,755	10,804	10,580	10,656	10,836	10,719
13. Residential construction	2,020	2,152	2,424	2,276	2,218	2,412	2,528	2,492	2,640	2,518
14. Non-residential construction	3,948	3,860	3,800	3,728	3,834	3,792	3,788	3,772	3,776	3,782
15. Machinery and equipment	5,012	4,996	4,576	4,228	4,703	4,600	4,264	4,392	4,420	4,413
16. Value of physical change in inventories	256	340	584	68	312	356	468	832	788	611
17. Government	8	24	24	32	22	16	12	32	32	23
Business										
18. Non-farm	428	380	516	-96	307	288	436	716	484	481
19. Farm and grain in commercial channels	-180	-64	44	132	-17	52	20	84	272	107
20. Exports of goods and services	12,644	13,208	12,624	13,288	12,941	13,964	14,428	14,712	15,152	14,564
21. (of which: merchandise)	(10,108)	(10,324)	(9,896)	(10,632)	(10,240)	(11,504)	(11,900)	(12,152)	(12,672)	(12,057)
22. Deduct: Imports of goods and services	-13,460	-13,904	-13,800	-13,444	-13,652	-14,624	-14,500	-15,020	-15,672	-14,954
23. (of which: merchandise)	(9,880)	(10,196)	(10,080)	(9,612)	(9,942)	(10,828)	(10,628)	(11,076)	(11,868)	(11,100)
24. Residual error of estimate	256	128	172	208	191	168	488	516	648	455
25. GROSS NATIONAL EXPENDITURE IN CONSTANT (1961) DOLLARS	54,804	55,740	55,540	55,984	55,517	56,952	57,728	58,832	59,468	58,245

(1) See footnote 1, Table 10.

(2) See footnote 2, Table 10.

TABLE 20. Gross National Expenditure in Constant (1961) Dollars, by Quarters, 1969 and 1970(1, 2)
Seasonally Adjusted at Annual Rates
(millions of dollars)

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services.....	37,504	37,772	37,808	38,304	37,847	38,064	38,272			
2. Durable goods	5,588	5,448	5,540	5,680	5,564	5,000	5,120			
3. Semi-durable goods	4,040	4,120	3,936	4,048	4,036	4,024	4,068			
4. Non-durable goods	14,716	14,892	14,912	15,064	14,896	15,408	15,404			
5. Services	13,160	13,312	13,420	13,512	13,351	13,632	13,680			
6. Government current expenditure on goods and services	8,768	8,684	9,108	9,008	8,892	9,364	9,796			
7. Gross fixed capital formation	13,548	13,692	13,536	13,556	13,583	13,160	12,412			
8. Government	2,372	2,436	2,372	2,328	2,377	2,388	2,348			
9. Residential construction	4	8	12	8	8	16	16			
10. Non-residential construction	2,024	2,096	2,068	2,044	2,058	2,080	1,992			
11. Machinery and equipment	344	332	292	276	311	292	340			
12. Business	11,176	11,256	11,164	11,228	11,206	10,772	10,064			
13. Residential construction	2,796	2,948	2,792	2,800	2,834	2,748	2,372			
14. Non-residential construction	3,736	3,688	3,652	3,652	3,682	3,632	3,464			
15. Machinery and equipment	4,644	4,620	4,720	4,776	4,690	4,392	4,228			
16. Value of physical change in inventories	1,028	548	1,284	780	910	88	436			
17. Government	8	4	8	-8	3	-4	-4			
Business										
18. Non-farm	860	200	312	452	456	372	564			
19. Farm and grain in commercial channels	160	344	964	336	451	-280	-124			
20. Exports of goods and services	15,700	15,332	15,384	16,240	15,664	17,632	17,476			
21. (of which: merchandise)	(13,092)	(12,624)	(12,772)	(13,648)	(13,034)	(14,736)	(14,680)			
22. Deduct: Imports of goods and services	-16,552	-16,456	-16,544	-16,712	-16,566	-16,608	-16,468			
23. (of which: merchandise)	(12,480)	(12,268)	(12,304)	(12,548)	(12,400)	(12,000)	(12,016)			
24. Residual error of estimate	764	900	968	640	818	828	740			
25. GROSS NATIONAL EXPENDITURE IN CONSTANT (1961) DOLLARS	60,760	60,472	61,544	61,816	61,148	62,528	62,664			

(1) See footnote 1, Table 10.

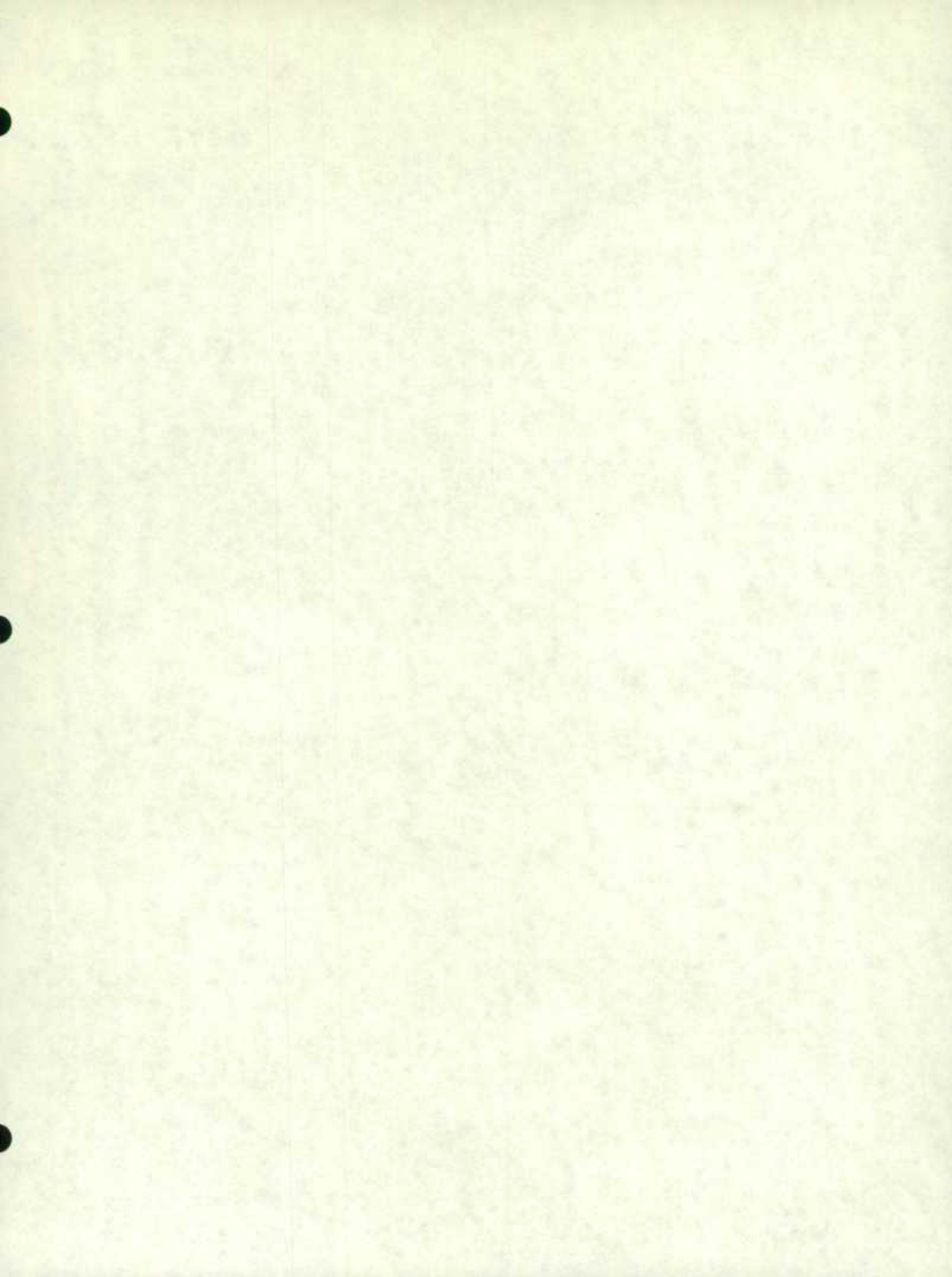
(2) See footnote 2, Table 10.

TABLE 21. Implicit Price Indexes, Gross National Expenditure, by Quarters, 1967 and 1968
Using Seasonally Adjusted Data
1961 = 100.0

	1967					1968				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	111.9	112.9	114.4	115.4	113.7	116.4	117.4	118.6	120.2	118.1
2. Durable goods	101.4	102.3	103.5	103.8	102.7	104.3	105.0	105.2	106.1	105.2
3. Semi-durable goods	114.4	116.1	117.4	117.6	116.4	118.5	119.7	120.0	121.4	119.9
4. Non-durable goods	110.8	111.1	112.7	114.2	112.2	115.2	116.0	117.2	118.9	116.8
5. Services	116.5	118.5	119.8	120.9	118.9	121.8	123.5	125.2	127.0	124.4
6. Government current expenditure on goods and services	129.2	131.9	136.0	134.7	132.9	137.6	139.7	143.6	148.3	142.4
7. Gross fixed capital formation	119.3	118.5	117.9	119.9	118.9	118.4	119.4	120.2	121.8	120.0
8. Government	121.0	121.5	121.7	123.3	121.9	120.1	123.4	122.3	121.6	121.8
9. Non-residential construction	123.5	124.1	123.8	125.5	124.2	123.0	125.1	124.3	123.7	124.0
10. Machinery and equipment	104.7	104.7	108.2	108.7	106.6	104.3	112.6	109.4	108.2	108.6
11. Business	118.9	117.9	117.1	119.1	118.2	118.1	118.5	119.7	121.9	119.5
12. Residential construction	127.9	126.0	122.3	130.8	126.6	125.4	126.6	128.7	135.8	129.2
13. Non-residential construction	117.2	117.7	118.5	119.5	118.2	119.5	119.7	120.3	120.9	120.1
14. Machinery and equipment	116.5	114.5	113.1	112.5	114.2	113.0	112.6	114.1	114.5	113.6
15. Exports of goods and services	114.2	112.9	115.0	112.8	113.7	116.0	116.0	113.3	116.0	115.3
16. (of which: merchandise)	112.2	110.9	108.1	111.5	110.7	113.6	113.0	109.7	112.8	112.3
17. Deduct: Imports of goods and services	111.3	111.3	111.6	112.2	111.6	113.4	113.4	113.3	114.3	113.6
18. (of which: merchandise)	108.2	108.2	107.9	109.2	108.3	109.6	109.4	108.6	110.5	109.6
19. GROSS NATIONAL EXPENDITURE IN CONSTANT (1961) DOLLARS	117.2	118.0	119.2	119.1	118.4	121.1	121.7	122.7	124.9	122.6

TABLE 21. Implicit Price Indexes, Gross National Expenditure, by Quarters, 1969 and 1970
Using Seasonally Adjusted Data
1961 = 100.0

	1969					1970				
	I	II	III	IV	Year	I	II	III	IV	Year
1. Personal expenditure on consumer goods and services	120.7	121.9	123.4	125.8	122.9	126.9	127.5			
2. Durable goods	104.9	106.4	106.4	107.8	106.4	109.0	109.8			
3. Semi-durable goods	122.3	122.8	124.2	125.5	123.7	125.6	125.7			
4. Non-durable goods	118.1	118.5	120.3	124.5	120.4	124.7	124.8			
5. Services	129.7	131.7	133.6	134.9	132.5	136.5	137.7			
6. Government current expenditure on goods and services	148.8	154.2	156.5	159.9	154.9	160.5	163.2			
7. Gross fixed capital formation	123.7	124.4	125.5	127.4	125.2	129.0	128.6			
8. Government	126.6	123.2	125.5	128.5	125.9	130.0	125.9			
9. Non-residential construction	129.2	125.0	128.0	130.7	128.2	131.7	128.9			
10. Machinery and equipment	110.5	110.8	106.8	111.6	110.0	117.8	108.2			
11. Business	123.0	124.7	125.5	127.2	125.1	128.7	129.2			
12. Residential construction	134.0	135.0	135.2	139.7	136.0	140.0	139.6			
13. Non-residential construction	125.5	126.5	128.3	130.7	127.7	133.0	132.4			
14. Machinery and equipment	114.5	116.6	117.5	117.2	116.5	118.1	120.6			
15. Exports of goods and services	117.0	117.8	118.2	118.9	118.0	119.7	120.3			
16. (of which: merchandise)	113.6	114.3	114.3	114.6	114.2	115.7	116.3			
17. Deduct: Imports of goods and services	115.2	115.7	117.1	119.1	116.8	122.0	122.1			
18. (of which: merchandise)	111.6	111.6	113.2	115.7	113.0	118.8	118.6			
19. GROSS NATIONAL EXPENDITURE IN CONSTANT (1961) DOLLARS	125.9	128.1	128.8	130.9	128.4	132.2	132.8			





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