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Farm Income and Prices Section, AGRICULTURE DIVISION

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## FARM CASH RECEIPTS, JANUARY - JUNE 1971(1)

During the first six months of 1971 farmers' total cash receipts from farming operations totalled \$1,926.2 million, slightly above the revised value of \$1,906.1 million for the first six months of 1970. These estimates include cash receipts from the sale of farm products, Canadian Wheat Board participation payments on previous years' grain crops, net cash advances on farm-stored grains in Western Canada, deficiency payments made by the Agricultural Stabilization Board and supplementary payments to dairy producers. No allowance was made for the cost incurred by farmers in the production of the commodities sold. Estimates of the expenses involved together with total farm income are published annually in the Statistics Canada publication "Farm Net Income" (Catalogue No. 21-202).

While total cash receipts from crops during the first half of 1971 were considerably higher than for the same period in 1970, this increase was almost entirely offset by a decline in returns from livestock and livestock products. Reflecting the increase in receipts from the sale of crops especially oats, barley and the oilseeds, farm cash receipts in the Prairie Provinces increased over the 1970 level. This was most noticeable in Saskatchewan where receipts rose from \$292.6 million in 1970 to \$351.4 million this year, an increase of 20.1 per cent. For Manitoba and Alberta the increase was 2.9 and 7.8 per cent respectively. In British Columbia cash receipts rose by 2.4 per cent to a value of \$83.5 million. Cash receipts were lower in all other provinces, with the greatest percentage decreases being in Prince Edward Island with a decline of 19.3 per cent and New Brunswick with a drop of 16.2 per cent. For Quebec, cash receipts from farming operations were \$22.1 million below those for the first six months of the previous year while for Ontario the decline amounted to \$36.4 million.

In addition to the above income, farmers received supplementary payments amounting to \$8.8 million during the first half of 1971 compared to \$3.1 million for the January-June period of 1970. For both years these payments consist of those made under the provisions of the Prairie Farm Assistance Act and payments made under the Lower Inventory for Tomorrow (LIFT) program. When added together farm cash receipts from farming operations and supplementary payments totalled \$1,935.0 million, slightly more than \$25 million above the estimates of \$1,909.2 million for 1970.

Field Crops. — It is estimated that during the first six months of 1971 Canadian farmers received a total of \$652.3 million from the sale of field crops, cash advances on farm-stored grains in Western Canada and Canadian Wheat Board participation payments. This amount is 13 per cent above the \$577.2 million received during the corresponding period of 1970 and represents 33.9 per cent of farmers' total cash receipts from farming operations compared to 30.3 per cent in 1970.

Farmers' returns from oats, at the time of delivery, more than doubled in increasing from \$7.5 million for the first six months of 1970 to \$17.7 million in 1971. Although prices for both periods were very similar, marketings during the latter period showed a considerable increase. With expanded marketings and higher prices the value of sales of barley rose by slightly more than \$25 million to a value of \$80.5 million in 1971. Significant increases also occurred in returns to flaxseed and rape-seed producers. For flaxseed, cash receipts for the first six months of 1971 estimated at \$31.2 million represent an increase of \$9.6 million over the 1970 level. Such a gain in receipts results from expanded marketings more than offsetting a decline in average prices. For rapeseed, where both average prices and marketings during the January-June period of 1971 were above those prevailing for the first half of 1970, the value of sales reached \$69.6 million; more than twice the value of \$32.6 million for the previous year. A similar situation occurred for soybeans where higher prices and increased marketings from this source increasing by \$2.9 million over the 1970 level to reach a value of \$9.7 million this year. A large increase occurred in Canadian Wheat Board participation payments on previous years' wheat, oats and barley crops; these payments were \$43.5 million higher during the first half of 1971 than for the same period of 1970.

A major decline in crop receipts occurred in returns from wheat at time of delivery which decreased from \$257.9 million during the first half of 1970 to \$238.7 million for the same six months of 1971. Lower marketings more than offset a slight increase in average prices. Potato receipts decreased by \$7.1 million to a value of \$36.6 million in 1971. The increase in marketings being insufficient to overcome a drop in average prices. A fall also occurred in cash receipts from tobacco which totalled \$96.3 million for the first six months of 1971 as compared to \$113.8 million during a similar period of 1970; both prices and marketings were lower in the more recent period.

Livestock and Livestock Products. — Cash receipts from the sale of livestock and livestock products during the first half of 1971 are estimated at \$1,239.0 million, 4.1 per cent below the 1970 first-half estimate of \$1,291.4 million. Much of this decline is attributable to a 17.8 per cent drop in cash receipts from hogs. Value of sales from this item estimated at \$216.7 million for the January to June period of 1971 compares to a value of \$263.6 million for the same period of 1970. Although hog marketings increased during the first half of 1971 average prices showed a considerable decline

(1) Excludes Newfoundland.

from the level attained during the first six months of 1970. For dairy products a slight increase in prices combined with a decline in marketings to give a value of sales of \$324.5 million compared to \$330.1 million for the January-June period of 1970. Dairy supplementary payments at \$23.1 million showed little change from the previous year. While marketings of eggs during 1971 increased over the level of the previous year, the decline in prices was sufficient to reduce receipts from this source by \$16.9 million to give a value for the first two quarters of 1971 of \$76.5 million. Little change occurred in the value of sales of poultry meat. Apart from sheep and lambs for which a very slight increase in receipts was recorded, the only item included in the livestock and livestock products category to show an increase was cattle and calves. Larger marketings of cattle and calves and higher prices for cattle led to sales from these sources increasing by \$18.2 million to reach a value of \$495.0 million for the first six months of 1971.

Estimates of cash receipts from farming operations include the returns from all sales of agricultural products except those associated with direct inter-farm transfers. The prices used to value all products sold are prices to farmers at the farm level; they include any subsidies, bonuses and premiums which can be attributed to specific products, but they exclude any storage, transportation, processing and handling charges which are not actually received by farmers.

Sources of information used in the preparation of these estimates include the Censuses of Agriculture; periodic Statistics Canada surveys of production and disposition of crops, livestock and animal products; farm product marketing agencies; processors of agricultural products; Statistics Canada surveys of prices received by farmers in connection with agricultural activities; agricultural statistics arising out of administrative responsibilities of various government departments, both Federal and Provincial.

	January - March	April - June	January - Jun				
	thousands of dollars						
1968							
nings Edward Island	7 507	0.100					
rince Edward Island	7,597	9,122	16,719				
ova Scotia	11,999	12,244	24,243				
ew Brunswick	10,795	12,245	23,040				
lebec	117,145	157,997	275,142				
tario	331,488	263,627	595,115				
anitoba	72,230	103,504	175,734				
iskatchewan	151,410	360,794	512,204				
lberta	279,566	153,858	433,424				
ritish Columbia	39,866	38,006	77,872				
Canada(2)	1,022,096	1, 111, 397	2,133,493				
1969							
rince Edward Island	8,625	9,958	18,583				
ova Scotia	13,045	15,266	28,311				
ew Brunswick	11,099	12,887	23,986				
uebec	130, 589	171,570	302,159				
ntario	355,359	285,224	640,583				
anitoba	73,042	77,161	150,203				
iskatchewan	158,142						
		148,921	307,063				
berta itish Columbia	172,886	167,721 38,977	340,607 80,969				
Canada(2)	964,779	927,685	1,892,464				
1970							
rings Edward Jaland	12.050	12 (01	05 / 51				
rince Edward Island	13,050	12,401	25,451				
ova Scotia	15,211	14,417	29,628				
w Brunswick	15,061	17,035	32,096				
iebec	140,743	176,294	317,037				
ntario	355,921	306,060	661,981				
nitoba	72,768	74,309	147,077				
askatchewan	141,902	150,653	292,555				
berta	165,035	153,643	318,678				
itish Columbia	41,083	40,483	81,566				
Canada(2)	960,774	945, 295	1,906,069				
1971							
nce Edward Island	10,915	9,618	20,533				
ova Scotia	14,434	14,134	28,568				
w Brunswick	12,084	14,805	26,889				
ebec	131,673	163,222	294,895				
tario	331,088	294,507	625, 595				
nitoba	70,503	80,875	151,378				
skatchewan	138,970	212,480	351,450				
berta	164,487	178,911	343,398				
ritish Columbia	42,267	41,270	83,537				
Canada(2)	916,421	1,009,822	1,926,243				

TABLE 1. Farm Cash Receipts from Farming Operations, by Quarters January - June 1968-71(1)

Excludes supplementary payments.
 Excludes Newfoundland.

## TABLE 2. Farm Cash Receipts from Farming Operations, by Province, January to June

	Prince Edward Island	Nova Scotia	New Brunswick	Quebec	Ontario	Manitoba	Saskat - chewan	Alberta	British Columbia	Canada(1)
	thousands of dollars									
1968										
Wheat	_	_	_	_	2,751	40,355	174,678	84,458	1,836	304,28
Wheat, C.W.B. payments(2)					-	32,306	205,868	77,125	-	315,29
OatsOats, C.W.B. payments(2)	48	13	122	L,095	£,477	3,998	1,774	2,815 2,167	329	11,67
Barley		~	_	12	1,565	6,170	7,306	22,338	1,677	39,06
Barley, C.W.B. payments(2)	-	_		-	-	4,668 → 3,570	12,064 - 9,978	19,128 - 6,504	-	35,86
C.W.B. net cash advance payments(3) Rye		-		-	_	921	2,039	693	-	3,65
Flaxseed		-	-	-	-	2,924	1,676	1,509	4	6,11
Rapeseed	-		-	_	7,186	1,504	7,280	8,777	-	17,50
Corn	-	-	-	_	12,133	19	-	-	-	12,1
Sugar beets	5,559	129	7.641	533 3,556	3,398	718	76	608	998	1,8
Pruits	25	L,331	64	328	5,432	-	-	-	7,344	14,5
/egetables	(4)	218	(4)	2,804 6,018	8,487 88,114	611		562	4,608	17,4
Other crops	675	1,172	526	1,204	15,685	1,128	2,604	2,222	2,582	27,7
Total crops	6.414	2.863	8,436	15,550	146,228	96,418	408,485	218,345	19,378	922,1
Cattle and calves	3,391 3,274	3,491 2,492	2,899	38.969 46,021	169,098	35,185	72,106	135,336	1,496	472,78
Sheep and lambs	3	59	6	124	1,183	73	271	1,168	1,496	197,5
alry products	2,080	7,268	5,252	103,047	119,670 35,400	11,596	9,242	21,827 5,054	22,943	302,9 87,1
coultry	507	3,702	2,004	14,813	30,147	3,616 7,257	1,619 2,690	5,849	7,140	76,4
ther livestock and products	168	1,150	252	2,561	8,216	2,482	1,360	3,232	3,753	23,1
Total livestock and products	9,498	20,518	13,557	235,976	435,451	77,839	102.414	210,595	57,270	1,163,1
orest and maple products	86	647	601	11,712	2,428	33	24	52	7 56	16,3
airy supplementary payments	435	156	291	11,594	10,612	1,388	1,142	2,700	386	28,7
eflciency payments(5)	286	59	155	310	396	56	139	1,732	82	3,2
ash receipts from farming operations upplementary payments(6)	16,719	24,243	23,040	275,142	595,115	175,734	512,204 5,302	433,424 2,097	77, B72 206	2,133,4
Total cash receipts	16.719	24,243	23,040	275,142	595,115	175,890	517,506	435,521	78,078	2,141,2
1969										
fheat	-	~	-	-	1,803	32,416	136,884	66,999	3,311	241,4
Theat, C.W.B. payments(2)	51	18	123	1,085	1,382	8,505 7,921	37,265	14,429	892	60,1 19,9
ats ats, C.W.B. payments(2)		-		-	-	2,551	1,301	963	me	4,8
arley. C.W.B. payments(2)	_	-	_	12	1,792	3,872	6.383	19,523	1,646	33,2
.W.8. net cash advance payments(7)	-	-	_			- 3,823	2,763	- 969	_	- 2,0
ye	_			-	_	527 LL,077	1,342	239	12	2,1
laxseedapeseed	-	_		-	-	1,835	10,218	7,353	-	19,4
oybeans	-	1000	-	-	6,773	- 48	-	-	-	6.7
orn	-	-	-	814	- 14,397	949	_	1,133	-	14,4
otatoes	5,178	88	7,022	4,300	2,907	1,433	65	1,875	1,171	24,0
ruits	36 83	1,524	56	281	6,045	421	_	533	5,557 3,971	15,7
obacco	(4) 989	(4) L,549	(4) 614	7.389	94,126	906	1,358	1,808	3,227	101.5
Total crops	6,337	3,467	7.915	17,909	154,663	69,164	208,552	126,476	19,787	614,2
attle and calves	4,986	4,922	3,500	43,498	179.905	32,216	63,784	128,686	11,826	473.3
logs	3,532	3,045	1,909	48,337	80,387	19,760	17,683	42,207	1,614	218,4
heep and lambs	2,347	7,778	5,281	120 115,421	L, 292 125, 585	86	243 9,533	768 21,106	138 23,041	2,7 321,7
oultry	87	2,866	1.758	36,049	39,567	4,351	1,942	5,568	7,956	100,1
ggs ther livestock and products	594 172	4,472 961	2,199 269	17,503 2,493	38.113 7,794	8,753 2,150	2,901 1,268	7,354 2,945	12,036 3,338	93,9
Total liveetock and products	11,727	24,093	14,922	263,421	472.643	79,005	97.354	208,634	59,949	1,231,7
orest and maple products	79	575	553	8,852	2,133	30	23	42	737	13,0
airy supplementary payments	422	138	250	11,165	9,868	t, 238	997	2,519	447	27,0
eficiency payments(8)	18	38	346	812	1,276	766	1.37	2,936	49	6,3
Cash receipts from farming operations Supplementary payments(9)	18,583	28,311	23,986	302,159	640,583 968	150,203 302	307,063 5,033	340,607 L,811	80,969 125	L,892,4 8,2

See footnotes at end of table,

TABLE 2. Farm Cash Receipts from Farming Operations, by Province, January to June - Concluded

	Prince Edward Island	Nova Scotia	New Brunswick	Quebec	Ontario	Manitoba	Saskat - chewan	Alberta	British Columbia	Canada(1)	
					thousands	of dollars					
1970											
	_	_	-	-	1,872	36,107	154,865	62,814	2,260	257,918	
Wheat	_		-	-		334	5,195	1,037		6,566	
Date	46	17	111	941	996	2,211 8,761	976 21,695	1,706	491	7,495	
Barley C.W.B. net cash advance payments(3)		-	-	13	1,658	- 11,463	- 27,303	- 13,342	-	- 52,108	
Rye	_		-	-		1,009	2,323	661	-	3,993	
Flaxseed	-				-	6,238	9,343	5,969	9	21,559	
Rapeseed		_	_	-	6,842	5,115		-	-	6,842	
Corn		_		-	13,760	29	-		-	13,789	
Sugar beets			-	634		1,134	79	1,404	1,219	3,172	
Potatoes	10,360	203	14, 292	4,279	6,663	3,170		-	5,456	12,983	
Vegetables	98	257	130	3,152	9.502	654	_	374	4,415	18,582	
Tobacco	(4)	(4)	(4) 842	7,613	106,213	736	1,167	1,611	3,086	113,826 31,430	
Other crops	2,020	1,789			18,618	1			18,297	577,203	
Total crops	12,550	3,449	15,407	18,387	172,216	52,039	186,456	98,402	10.297		
Gattle and calves	4.576	4,824	4.056	50.747	176,424	35,212 29,034	61,776	126,936	12,288	476,839 263,579	
Hogs	4,573	3,346	2,237	134	1,431	51	292	366	151	2,720	
Dairy products	2,379	8,568	5,208	117,482	126,539	12,246	10,042	22,571	25,099	330,134	
Poultry	102	3,196	2,099	39,444	37,453 36,102	4,637 9,940	2,565	5,741 7,729	8,248 11,602	103,485 93,448	
Eggs Other livestock and products	626	4.572	2,037	2,592	7,485	2,246	1,294	3,043	3,152	21,166	
Total livestock and products	12,443	25,484	15,921	280,034	479,883	93,366	105,061	216,900	62,279	1,291,371	
	75	565	527	8.528	2,064	30	23	42	702	12,556	
Forest and maple products	376	102	223	10.009	7,615	1,098	886	2,156	247	22,712	
Dairy supplementary payments Deficiency payments(8)	7	28	18	79	203	544	129	1,178	41	2,227	
	25,451	29,628	32,096	317,037	661,981	147,077	292.555	318,678	81,566	1,906,069	
Gash receipts from farming operations Supplementary payments(10)						579	793	1,634	101	3,107	
Total cash receipts	25,451	29,628	32,096	317,037	661,981	147.656	293,348	320, 312	81,667	1,909,176	
1971	ł										
Wheat	-	_			1.368	25,704	158,281	51,893 8,466	1,417	238,663 31,688	
Wheat, C.W.B. payments(2)	37	13	94	922	1,042	3,112	6,450	5,579	490	17,739	
Oats, C.W.B. payments(2)	-	-	-	_	-	911	408	419		1,738	
Barley		-	_	15	1,948	9,831 2,153	28,914 6,481	38,129 7,972	1,704	80,541	
Barley, C.W.B. payments(2) C.W.B. net cash advance payments(3)	_	_	-		-	- 6,976	- 41,602	- 15,348	-	- 63,926	
Rye	-	-	-	-	-	923	2,674	1,216	- 3	4,813 31,187	
Flaxseed	_	_	-	_	-	8,043	16,072 39,259	7,069 22,731	-	69,608	
Rapeseed	1 - 1	_	_	_	9.695	-	_		-	9,695	
Corn	-		-		17,021	1,389		854	-	17,049 2,952	
Sugar beets	6,012	173	10,269	709	7,373	2,765	104	4,036	1,248	36,558	
Potatoes Fruits	35	1,126	56	174	5,502	-	-	-	4,652	11,545	
Vegetables	85	220	106	2,884	8,858	613		377	4,485	17,628	
Tobacco	(4) 2,200	(4) 2,236	(4)	8,033	88,312 17,860	819	1,548	1,866	2,964	31,880	
Other crops	8,369	3,768	11.319	18,908	158,979	60,355	238,389	135,259	16,963	652,309	
Total crops		5,459	3,528	52,392	187,988	37.842	66,522	122,801	13,563	495,006	
Cattle and calves	4,911 3,508	2,868	2,047	41,541	66.405	26,584	28,219	43,471	2,106	216,749	
Sheep and lambs	7	59	14	154	1,446	186	281	615	152	2.914	
Dairy products	2,435	8,849	5.084	113.342	40,665	11,863	9,718	22,582	26,004	324,463 103,189	
Poultry	99 479	2,865	2,063	34,957	27,710	6.554	3,752	7,524	10,934	76,536	
Eggs Other livestock and products	158	862	254	2.360	7,027	2,151	1,296	2,915	3,159	20,182	
Total livestock and products	11,597	24,113	14.759	259,409	455,827	89,825	112,031	205,801	65,677	1,239.039	
Forest and maple products	76	572	524	7,547	1,918	30	23	42	711	11,443	
Dairy supplementary payments	487	98	277	8,998	8.762	1,148	932	2,195	163	23,060	
Deficiency payments(11)	4	17	10	33	109	20	75	101	23	392	
Gash receipts from farming operations Supplementary payments(10)	20,533	28,568	26.889	294,895	625,595	151,378	351,450 4,116	343,398 3,123	83,537 125	1,926,243 8,787	
		20.000			625,595	152,801	355,566	346,521	83,662	1,935,030	
Total cash receipts	20,533	28,568	26,889	294,895	043,395	192,001	000,200	5-01241	53,004	111001000	

(1) Excludes Newfoundland. (2) Represents participation payments made by the Canadian Wheat Board direct to producers on crops delivered in previous years. (3) Explanation of this item is set forth on page 16 of Handbook of Agricultural Statistics, Part 11, Farm Income, 1926-65. (4) Receipts from the sale of tobacco are included with "other crops" because less than three firms reporting. (5) Made under the authority of the Agricultural Stabilization Act. For this report, this item includes only deficiency payments on sugar beets, potatoes and wool. Deficiency payments on other products are included as part of the estimated income for them. (6) Payments made under the provisions of the Prairie Farm Assistance Act. (7) Apart from cash advances on farm-stored grains, an explanation of which is set forth on page 16 of Handbook of Agricultural Statistics, Part 11, Farm Income, 1926-65, thia item also include apecial advances an explanation of which is set forth on page 16 of Handbook of Agricultural Statistics, Part 11, Farm Income, 1926-65, thia item also include apecial advances an explanation of which is set forth on page 16 of Handbook of Agricultural Statistics, Part 11, Farm Income, 1926-65, this item also includes apecial advances and e to certain weatern cereal growers to enable them to have their grain dried commercially. (8) Made under the authority of the Agricultural Statilization Act. For this report, this item includes only deficiency payments on eggs, sugar beets, potatoes and wool. Deficiency payments made under the provisions of the Prairie Farm Assistance Act and payments made under the Lower Inventory for Tomorrow (LIFT) Program. (11) Made under the authority of the Agricultural Statilization Act. For this report, this item included only deficiency payments on wool. Deficiency payments on other products are included as part of the estimated income for them.



