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DOMINION BUREAU
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ASBESTOS MINES 1964

Published by Authority of
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DOMINION BUREAU OF STATISTICS

Manufacturing and Primary Industries Division

May 1968 6506-566 Price: 50 cents

PUBLICATIONS ON MINERAL STATISTICS

Dominion Bureau of Statistics Ottawa, Canada

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ASBESTOS MINES

1964

This report includes statistics for industry 071—Asbestos Mines of Standard Industrial Classification Manual (Catalogue No. 12-501). For statistical purposes, the industry Asbestos Mines is defined as including establishments primarily engaged in mining and milling asbestos fibre.

Canadian producers of asbestos shipped 1,419,851 short tons of crude and milled fibres valued at \$145,193,443 during 1964. In the preceding year the shipments were 1,275,530 tons valued at \$136,956,180. Excluded from the aforementioned figures were the values of containers which amounted to \$5,056,871 in 1964 and \$5,008,384 in 1963. The quantity of asbestos increased 11.3 per cent and the total value was up 6.0 per cent.

Asbestos has a variety of industrial uses. The ionger-fibred spinning material is formed into textiles, packing and certain insulating and heatresisting friction materials. Other fibres are used in the asbestos cement industry for the production of pipe, shingle, tile, millboard, siding, roofing, etc., and for the production of asbestos paper. The short-fibred material is used in protective coatings, plastics, in the manufacture of lubricating greases and in a number of specialized applications where it has characteristics desired as an industrial filler.

Technical information is shown in an annual review "Asbestos" published by the Department of Energy, Mines and Resources, Ottawa.

Data presented in this report under the heading of Asbestos Mines (Tables 1-8) reflect the full implementation of the revised Standard Industrial Classification (S.I.C.) and the New Establishment Concept including an extension of the latter to cover total activities of mining establishments (see Explanatory Notes section of this report). Commodity statistics reflecting total production from all sources, world figures on production, trade data, etc. are presented along the same general lines as in the earlier issues of this report.

The combination of improvements in internal procedures with the introduction of the final stage of the establishment concept in the annual Census of Mining produced changes which, for some industries, required major adjustments in industry statistical data - see Explanatory Notes. In the case of the industry under review in this report, the changes primarily affected the items relating to number of establishments and cost of materials and supplies as evidenced in the comparative series of statistics presented in Tables 1 and 2. The reduction in the number of establishments indicated is the result of the exclusion of non-producers. These latter are no longer being included as establishments under the new definition. The higher cost of materials reflects the broadening of the coverage of materials used under the new definition - see Explanatory Notes.

SYMBOLS

The following standard symbols are used in Dominion Bureau of Statistics publications:

- .. figures not available.
- ... figures not appropriate or not applicable.
- nil or zero.
- amount too small to be expressed.
- p preliminary figures.
- revised figures.
- x confidential to meet secrecy requirements of the Statistics Act.

TABLE 1. Principal Statistics, Asbestos Mines, 1957-63

Pasis: Revised Standard Industrial Classification

Year	Establish- ments	Employees	Sularies and wages	Cost of fuel and electricity at works	Cost of materials and supplies	Value of production	Value added ¹
	nun	ber			dollars		
1957 1958 1959 1960 1961 1962	22 22 21 22 23 18 17	7,357 6,997 6,653 6,688 6,875 6,997 6,823	32,283,287 32,025,137 31,448,638 33,057,847 35,093,133 36,072,604 35,507,888	6,008,420 5,740,515 5,951,664 6,133,788 6,666,383 7,184,372 7,638,031	14,558,214 12,798,276 13,729,736 14,887,770 14,645,395 16,700,356 16,274,404	108, 014, 041 95, 271, 323 110, 996, 692 125, 236, 902 133, 407, 157 135, 065, 565 141, 998, 121	87,447,407 76,732,532 91,315,292 104,215,344 112,095,379 111,180,837 118,085,686

¹ Value of production less cost of fuel, electricity, process supplies and freight. See footnote Table 2.

TABLE 2. Principal Statistics, Asbestos Mines. 1961-64

Basis: Revised Standard Industrial Classification and New Establishment Concept

		Mining activity							Total activity				
Year	Estab- lish- ments	Production and related workers			Cost of	Cost of	Value of	Value	Working owners and partners		Employees		Matua
		Number	Man- hours paid	Wages	fuel and elec- tricity	and supplies	produc-	added	Number	With- drawals	Number	Salaries and wages	Value added
	No.		'000			\$'000				\$'000		\$10	000
961 962 963 964	12 12 13 11	5,680 5,798 5,656 5,269	12,240 12,738 12,115 11,914	27,969 28,745 28,012 29,132	6.518 7,140 7,709 7,749	19, 279 20, 579 22, 337 22, 683	132,827 135,019 142,134 151,414	107.031 107,300 112,088 120.982	-		6,773 6,936 6,828 6,544	34,686 35,850 35,570 37,852	108.727 109,271 114,139 123.539

Refer to Explanatory Notes for description of concepts and definitions and an explanation of differences in Tables 1 and 2. See also text page 3.

TABLE 3. Employment and Payroll, Asbestos Mines, 1961-63

Basis: Revised Standard Industrial Classification

		Employees									Salaries and wages					
		Product related				inis-		les nd	T	otal	Product		Admin-	Sales		
Year	Min	ing	Ol	her		office		bution		Juli 1	related	workers	istra- tive and	and distri- bution	Total	
	Male	Female	Maie	Female	Male	Female	Male	Female	Male	Female	Mining	Other	office	Dation		
		-		-	num	ber							\$'000			
1961	5,742 5,831 5,630	35 33 31	-	-	948 977 1,000	150 156 162	- - -	-	6,690 6,808 6,630	185 189 193	28,403 29,038 28,044	-	6.691 7.034 7.464		35.093 36,072 35,508	

See footnote Table 2.

TABLE 4. Employment and Payroll, Asbestos Mines, 1961-64

Basis: Revised Standard Industrial Classification and New Establishment Concept

	Employees											Salaries and wages				
Von	Production and related workers		Adminis- trative		Sales and		Total		Production and		Admin-	Sales				
Year	Min	ng	0	ther	and o			bution	10	JUAN	related	workers	tive and	and distri-	Total	
	Male	Female	Male	Female	Male	Female	Male	Female	Male	Female	Mining	Other	office	bution		
					num	ber							\$'000	1		
961 962 963 964	5,646 5,766 5,625 5,235	34 32 31 34		69-49 69-49 57-6	944 982 1,010 1,104	149 156 162 171			6.590 6.748 6.635 6.339	183 188 193 205	27,969 28,745 28,012 29,132		6,717 7,104 7,557 8,720		34,686 35,850 35,570 37,852	

See footnote Table 2.

TABLE 5. Production and Related Workers, Asbestos Mines, 1963 and 1964

Basis: Revised Standard Industrial Classification and New Establishment Concept

		Mine		Mi	ii.	
Year and month	Surfa	ce	Underground			
	Male	Female	Male	Male	Female	
			number			
1963	-					
January Pebruary March April May June July August September October November December	2, 417 2, 398 2, 393 2, 382 2, 449 2, 517 2, 405 2, 526 2, 508 2, 504 2, 485	17 16 18 18 18 20 18 18 19 17 18	458 449 450 433 442 435 430 379 426 421 432 426	2,640 2,628 2,626 2,627 2,679 2,799 2,844 2,828 2,815 2,793 2,784 2,777	1: 1: 1: 1: 1: 1: 1: 1: 1: 1: 1:	
Averages	2,456	18	432	2,736]	
1964						
anuary Pebruary Jarch Jarch Jupril Itay Une Univ Univ Univ Univ Univ Univ Univ Univ	2, 201 2, 249 2, 127 2, 141 2, 165 2, 222 2, 205 2, 203 2, 172 2, 133 2, 135 2, 133	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	377 371 362 415 401 340 358 338 294 291 290	2, 613 2, 598 2, 598 2, 768 2, 932 2, 816 2, 828 2, 773 2, 670 2, 647 2, 674 2, 677	3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3	
Averages	2,174	1	344	2.716	3	

TABLE 6. Purchased Fuel and Electricity Used, Asbestos Mines, 1963 and 1964

Basis: Revised Standard Industrial Classiftcation and New Establishment Concept

Description	1963		1964	
Description	Quantity	Cost	Quantily	Cost
		\$1000		\$'000
Bituminous coal;				
(a) From Canadian mines ton	4. 136	59	4, 183	59
(b) Imported	_	_	48	
Sub-bituminous coal (from Alberta mines only)	_	_	_	_
Anthracite coal	130	2	146	2
Lignite coal	_	_		
Coke	_	_	_	
Gasoline (including gasoline used in cars and trucks)	519, 812	188	498, 804	186
Fuel oil including kerosene or coal oil	24,055,054	3,645	24, 196, 402	3.701
Wood	4, 219	62	4, 769	70
Gas:				
(a) Liquefied petroleum gases	62, 062	20	72, 452	24
(b) Other manufactured gas	_	-	-	_
(c) Natural gas	311.660	166	225.000	113
Other fuel				
Electricity purchased kwh.	540, 289, 215	3,566	455,729,577	3,592
Steam purchased	***	_		
Total fuel and electricity used		7,709		7,749
Cleateinity consected				
Electricity generated:	14 000 000		14 612 202	
(a) For own use	14,336,000	• • •	14,513,300	
(b) For sale		* * *	_	

TABLE 7. Materials and Supplies. Asbestos Mines. 1963 and 1964

Basis: Revisee Students todustrial Classification and New Establishment Concept

	C	est
Description	1963	1964
	\$'	000
or other semi-processed materials purchased and used in mine/mill operations	445 5,006 16,751 134	567 6, 182 15, 821 113
Totals	22, 337	22,683

Refer to Explanatory Notes for explanation of differences in Tables 7 and 8 with data published in earlier years.

TABLE 8. Value of Production, Asbestos Mines, 1963 and 1964

Basis: Revised Standard Industrial Classification and New Establishment Concept

	Val	114:
Description	1963	1964
	\$'000)
Products: Crude and milled asbestos fibres, gravel, stone, etc.	142, 134	151,414
. Amount received in payment for work done on materials and products owned by others		white
Less adjustment for value of sales taxes, excise duties and outward transportation charges which could not be deducted from individual commodity items described above	_	_
Total value of production and work done	142, 134	151, 414

See monnete Tuble 7.

TABLE 9. Brilling Completed on Asbestos Deposits of Producing Mines, 1964

	Footage drilled
plamond drilling for exploration and testing:	
By mining companies with their own personnel and equipment	
By diamond drilling contractors	61,939
Other diamond drilling:	
Blast hole diamond drilling:	
By mining companies with their own personnel and equipment	_
By diamond drill contractors	_
Drilling by percussion or other machines ²	6,498,654

¹ Data are not comparable to those published in earlier years when non-producing mines were included.
² Not complete as records are unobtainable at certain mines.

TABLE 10. Specified Taxes Paid by Companies Engaged in Asbestos Mines Operations, 1964

Table 1 to opening	
Nature of tax	Thousands of dollars
ominion income tax, including tax on non-operating revenue	12,562
ovincial taxes	5,731
unitsipal taxes	2,008
Total taxes paid	20,301

 $^{^{1}}$ (a) Data are not comparable to those published in earlier years when non-producing mines were included. (b) includes related corporate activities associated with operations of asbestos mines.

TABLE 11. Miscellaneous Expenditures Made by Companies Engaged in Asbestos Mines Operations, 1964

	Thousands of doilum
a) Workmen's compensation	655
h) Silicosis assessment	
c) Unemployment insurance	275
d) Aggregate cost of structures, roads, machinery, equipment, etc., built by or purchased from outside contractors or suppliers and chargeable to Fixed Assets Account	12,526
e) Book value of fixed assets (new structures, roads, machinery, equipment, etc., including major repairs and alterations) produced by own employees and chargeable to Fixed Assets Account	1,741
Other capital expenditures not reported in (d) and (e)	675
g) Cost of materials and supplies used in the production of machinery and equipment and in the construction of roads and new structures (including major repairs and alterations by own employees and chargeable to Fixed Assets Account)	889
h) Cost of office supplies used during the year, not chargeable to Fixed Assets Account. Excludes cost of stamps and meter expenses	189

¹ Includes related corporate activities associated with Canadian operations of asbestos mines not allocable separately elsewhere.

TABLE 12. Production and Shipments of Asbestos by Canadian Mines, 1963 and 1964

	_1963			1964		
Grade	Shipments		S		hipments	
	Production	Quantity	Selling value less containers ¹	Production	Quantity	Selling value less containers ¹
	tons		\$'000	tons	5	\$'000
Crude - No. 1, No. 2, and other Milled - Group 3 (spinning) Group 4 (shingle) Group 5 (paper) Group 6 (stucco) Group 7 (refuse) Group 8 (sand)	206 27, 848 381, 790 163, 689 236, 609 450, 306 8, 161	217 28, 987 380, 900 169, 198 234, 371 453, 821 8, 036	177 11,491 68,197 20,530 18,254 18,089 218	145 30, 429 404, 823 189, 296 232, 444 502, 763 5, 432	236 37, 145 416, 145 210, 994 241, 039 508, 686 5, 606	200 12, 364 69, 432 25, 680 17, 790 19, 617
Totals, all grades	1, 268, 609	1, 275, 530	130, 956	1, 365, 332	1,419_851	145, 193
Gravel and stone (waste rock only2)	49,530	49,530	34	34,264	34, 264	29

 $^{^1}$ The value of containers amounted to \$5.008.381 in 1963 and \$5.056.871 in 1964. 2 This production is included in the Sand and Gravel Pits report.

TABLE 13. Tournage of Asbestos Rock Mined and Milled. 1960-64

	1960	1961	1962	1963	1964
Rock mined	33, 228, 170	38,444,213	42,212,705	45,738,901	50, 032, 245
	15, 298, 282	17,055,480	18,007,575	17,710,527	19, 585, 242

TABLE 14. Shipments of Asbestos by Canadian Mines, 1955-64

Year	Tons	Selling value less containers	Year	Tons	Selling value less containers
955 956 957 957 958 959	1,063,802 1,014,249 1,046,086 925,331 1,050,429	\$'000 96, 191 99, 860 104, 489 92, 277 107, 433	1960 1961 1962 1963 1964	1,118,456 1,173,695 1,215,814 1,275,530 1,419,851	\$'000 121,400 128,956 130,282 136,956 145,193

¹ Value of containers excluded.

See Note Table 12.

TABLE 15. Shipments of Asbestos by Canadian Mines by Months, 1963 and 1964

Month	1963	1964	Month	1963	1964
tons			tons		
January February March April May June July	64,016 64,537 74,984 110,684 116,612 112,029 113,224	77, 887 70, 554 82, 153 121, 247 124, 656 121, 191 119, 020	August September October November December	129, 906 110, 769 125, 255 148, 395 105, 119	120, 797 136, 064 123, 769 173, 344 149, 180 1, 419, 851

See Note Table 12.

Note: The above and subsequent tables contain data on commodities produced by operators which are classified to other industries. As an example, asbestos is produced by a firm classified to other Non-metal Mines.

TABLE 16. Imports and Exports of Asbestos and Specified Asbestos Products, 1963 and 1964

60 m	1963		1964	
	Tons	Value	Tons	Value
		\$.000		\$'000
Imports				
sbestos clutch facings for automobiles, motor vehicles and chassis sbestos brake linings for automobiles, motor vehicles and chassis sbestos brake linings and clutch facings, n.o.p.		217 1.070 334		265 1,204 407
Asbestos in any other form than crude, and all manufacture of, n.o.p. Asbestos packing Sabestos Cloth, dryer felts, and sheets	267	3, 182 483	364	597 592
Asbestos - Cement shingles and siding		* *	* * *	220
Cement board and sheets				748 686
Asbestos building materials, n.e.s. Asbestos basic products, n.e.s.		* *		1,374
Total accounted for		5,287		6,035
Exports				
Asbestos (crude) Asbestos milled fibres — Group 3 Group 4, 5 Group 6, 7, 8, 9 Asbestos brake lining facings Asbestos — Cement building materials Cement products, n.e.s.	28, 184 527, 235 650, 811	165 11,626 90,081 37,575 362 751 375	214 34,407 596,108 702,747	184 13,861 100,664 40,997 374 1,268
Asbestos, manufactures, n.o.p.	_	_	-	
Total accounted for		140,935		157,678

Source: Trade of Canada, "Imports by Commodities", Catalogue No. 65-007 and "Exports by commodities", Catalogue No. 65-004.

TABLE 17. World Production of Asbestos by Countries1 rce: Minerals Year Book published by the United States Bureau of Mines

Country ¹	1960	1961	1962	1963	1964
			short tons		
Vorth America: Canada (sales) United States (sold or used)	1, 118, 456 45, 223	1. 173, 695 52, 814	1, 215, 814 53, 190	1,275,530 66,396	1,420,769 101,092
euth America: Argentina Bolivia (exports) Frazil Venezuela	66 3,900 ² 4,333	3,400 ² 2	203 56 4,900 ^{2,3}	365 10 1, 440	542
Europe: Austria Bulgaria Finland ³ France Italy Portugal Spain U.S.S.R. ³ Yugoslavia	215 1,200 10,534 28,662 60,532 144 4 660,000 5,970	564 1,213 10,340 30,746 62,804 21 11 880,000 6,709	503 1,100 ³ 10,869 28,364 60,860 — 1,100,000 7,401	638 1,100° 10,108 26,645 63,016 29 	1, 100 11, 611 24, 250 75, 573 — 1, 300, 000 9, 280
Africa: Bechuanaland Kenya Mozambique Rhodesia Southern South Africa, Republic of Swaziland United Arab Republic (Egypt)	1,282 117 22 133,963 175,867 32,027 496	1,924 151 162 161,610 194,834 30,792 254	2,375 212 370 142,196 221,302 32,830 606	2, 368 78 142, 255 205, 744 33, 350 192	2,161 204 153,450 215,592 39,862 1,739
Asia; China³ Cyprus India Japan Korea, South Philippines Taiwan (Pormosa) Turkey	90,000 23,316 1,886 17,042 740 36 485 238	100,000 16,207 1,624 18,799 341 83 44 496	100,000 22,391 1,865 15,407 1,333 1,037 525 709	110,000 19,962 2,989 18,210 2,120 421 604 408	130,000 13,755 3,271 17,979 1,402 586 526 1,291
Oceania: Australia New Zealand	15,613 319	16,746 373	18, 146 457	13, 374 439	13, 545
World totals (estimate) ¹	2,440,000	2,770,000	3,050,000	3,210,000	3,540,000

In addition to countries listed, asbestos is produced in Czechoslovakia, Eritrea, Greece, North Korea, and Rumania. No estimates are included in the total production is believed to be negligible.

Revised data represents fiber.

Estimate.

Bahia only.
Includes asbestos flour.

Canadian Chrysottle Asbestos Classification — List of Standard Grades set up by the Committee on Uniform Classification and Grading of Asbestos Mines Products. This committee was formed in 1931 at the instigation of the Minister of Mines of the Province of Quebec, and the list of grades has been revised from time to time. Revised January, 1961.

The asbestos mines products are divided into two classes: "Crude Asbestos" and "Milled Asbestos", respectively, defined as follows:

"Crude Asbestos" consists of the handselected cross-vein material essentially in its native or unfiberized form.

"Milled Asbestos" consists of all grades produced by mechanical treatment of asbestos ore.

"Crude Asbestos" and "Milled Asbestos" are sub-divided into groups designated and defined below.

Classification of the "Milled Asbestos" grades, in groups Nos. 3 to 7, inclusive, unless otherwise specified, is based on the Quebec Standard Testing Machine.

"Shipping Test" is the average for each carload or smaller shipment of tests representative samples taken at the time of shipping.

"Guaranteed Minimum Shipping Test" is that below which the actual shipping test shall not fall.

Crudes:

Group No. 1, Crude No. 1. Consists basically of crude 34 inch staple and longer.

Group No. 2, Crude No. 2. Consists basically of crude 3g inch staple up to 3g inch.

Crude run-of-mine

Consists basically of unsorted crudes.

Crudes, sundry

Consists of crudes other than above specified.

Fibres:

	Guaranteed Minimum shipp				test
	Standard		No. of our		
	designation	½-inch	4-mesh	10-mesh	Pan
	of grades	screen	screen	screen	
Group No. 3	3F'	10.5	3.9	1.3	0.3
	3K	7	7	1.5	0.5
	3R	4	7	4	1
	3T	2	8	4	2
	37.	1	9	4	2
Group No. 4	4 A	0	8	6	2
	451	0	5	8	3
	4K	0	4	9	3
	4M	0	4	8	4
	4R	0	3	9	4
	4T	0	2	10	4
	4Z	0	1.5	9.5	5
Group No. 5	5D	0	0.5	10.5	5
	5F	0	0	13	3
	5K	0	0	12	4
	5M	0	0	11	5
	5R	0	0	10	6
Group No. 6	6D	0	0	7	9
Group No. 7*	7D	0	0	5	11
	7F	0	0	4	12
	7H	0	0	3	13
	7K	0	0	2	14
	7M	0	0	1	15
	7R	0	0	0	16
	$7\mathrm{T}$	0	0	0	16
	7 W	0	0	0	16
Group No. 8	88		ounds per cul		
	87	Under 75 po	ounds per cul	oic foot loos	e measure.
Group No. 9	9T	Over 75 pc	ounds per cul	oic foot loos	e measure.

^{*}The affix "F" designates "Floats" in all subsections of Group No. 7.

ASBESTOS MINES

List of Establishments classified to this Industry, 1964
(Does not include outablishments classified to other industries which recovered asbestos as a secondary activity)

Name	Head office or general office	Location
Land Control of the C		
dewfoundland:		
Advocate Mines Ltd.	55 Yonge St., Toronto, Ontario	Baie Verte
		1 - H 301 - I
Quebec:		
Asbestos Corporation Ltd.	Thetford Mines	Thetford Mines, Black Lake Coleraine
Bell Asbestos Mines Ltd.	Thetford Mines	Thetford Township
Canadian Johns-Manville Co. Ltd	310 Victoria St., Montreal	Asbestos
Carey Canadian Mines Ltd.	Lennoxville	East Broughton Station
Flintkote Mines Ltd.	Thetford Mines	Thetford Mines
Lake Asbestos of Quebec Ltd.	Box 88, Black Lake	Black Lake
National Asbestos Ltd.	325 Delaware Ave., Buffaio, New York, U.S.A.	Thetford
Nicolet Asbestos Mines Ltd.	2195 Crescent St., Montreal 25	Norbestos
Ontario;		
Canadian Johns-Manville Co, Ltd,	Asbestos, Quebec	Munro Township
		EII
British Columbia:		
Cassiar Ashestos Corp. Ltd.	85 Richmond St. W., Toronto, Ontario	Cassiar

EXPLANATORY NOTES

(Including Concepts and Definitions)

INTRODUCTION

The Census of Mines, Quarries and Oil Wells is an annual mail survey covering Canada's Mineral Industries based on the Standard Classification of Industries. While principal statistics are collected and compiled for all mineral industries not all can be published separately by province because of the confidential nature of the data in certain provinces.

The reporting unit for the Census is designated as the establishment (see definition of Establishment in following section) and a return is requested from every establishment classified to a mineral industry. When an establishment is operated for only part of a year a report is required covering the period of operation.

There are four different questionnaires used in this Census: (a) short form (introduced in 1965) (b) long form (c) head office questionnaire and (d) commodity questionnaire. The short and long forms are used to obtain principal statistics and commodities shipped from establishments classified to mineral industries and differ only in the amount of detail requested.

The head office questionnaire is generally used for company head offices and 'or auxiliary units separately located from the mineral establishment(s), (see following notes on Head offices and auxiliary units). The Commodity questionnaire is used to survey certain establishments to collect information on the quantity and value of goods of own production shipped or used by such establishments in order to achieve full coverage of domestically produced commodities. (See the following note under Value of production).

General

This report is one in a series of 18 publications which relate to the operations of industries comprising Major Groups 1,3, and 4 of Division 4, Mines (including Milling) Quarries and Oil Wells of the revised Standard Industrial Classification (S.I.C.). These groups are respectively Metal Mines, Nonmetal Mines and Quarries and Sand Pits. Industries comprising Major Group 2 (Mineral Fuels) are covered in a separate series of reports. The industries included in Major Group 5, Services Incidental to Mining are not covered by separate reports. However, certain relevant statistics are published in various publications, for example, "Contract Drilling for the Mining Industry" (Catalogue No. 26-207), "Construction in Canada'' (Catalogue No. 64-201) and a special report "Private and Public Investment in Canada" (available on request from the Bureau or the Queen's Printer). The Bureau has also developed a new survey "Annual Survey of Mining and Exploration Companies". This survey is being introduced for the 1967 reporting period and will attempt to bring together details on exploration, development and capital and repair expenditures for the mining universe (excluding oil and gas).

The publication of this series of 18 reports constitutes the final phase of the implementation of the revised Standard Classification for these three Major Groups (see above). Because of its size and complexity, this project has to be carried out in several stages and over a period of years. These stages were as follows: (a) reclassification of establishments according to the revised S.I.C. (b) implementation of a new establishment definition (c) an extension of the establishment definition to cover the non-mining activities of mining establishments. The first stage was completed with the 1960 Census of Mines, etc. and the results were published in the 1960 and 1961 reports on the basis of the revised Standard Industrial Classification. This part of the project was confined entirely to a re-coding of existing reporting units. Under the revised Standard Industrial Classification reporting establishments are classified or allotted to specific industries in the classification system on the basis of the value of principal products made or shipped. Full details concerning the revised classification system are contained in the "Standard Industrial Classification Manual", Catalogue No. 12-501, which is available from either the Queen's Printer or the Dominion Bureau of Statistics.

The second stage in the project consisted of the implementation of the new definition of the reporting unit i.e. "establishment" as it applied to mining activities of mining establishments (see following note on Establishment). Results of the 1962 Census of Mining reflected this change in concept and, in order to provide comparability of data for previous years, the 1962 reports contained principal statistics on the basis of the new establishment definition for years back to 1957. This naturally included the projection of stage one.

The third stage in the project which was the extension of the definition of the establishment to cover total activities of mining establishment, is reflected in the 1964 data presented in the present report. By definition "total activity" relates to ail operational data and excludes such non-operational items as rent, interest and dividends. Statistics on man-hours included in the earlier publications for the mining industry will continue to be included as part of the regular series but will be confined to production and related workers as in the reports for the Census of Manufactures. Adjustments and revisions made in the statistics for mining activities covering the period 1961-63 and carried in the mining series of publications for this period were further revised in the course of the final stage of the programme to bring them in line with reporting procedures followed in the 1964 Census of Mining which reflect the final application of the new concept. The 1961-63 statistics on mining statistics on the new basis are thus not comparable with those published in earlier issues in this series. However, the 1961-63 statistics are shown in this publication in both their previously published and revised forms in order to provide a link with the immedi-

Reference has already been made to changes implemented and in the course of implementation in the mining industries in reports published in this series prior to the 1964 issued however a more complete account of the changes and additions and brief descriptions of the principal industry statistics are given in the following sections of those notes. This latter includes as well a special section dealing specifically with the impact of a new concept in the treatment of the Smelting and Refining industry on the metal mines industries. A description of conceptual and definitional changes appropriate to the statistics for Major Group 4, Mineral Fuels will be included in the relevant industry reports for this group.

Metal Mines

The effect of the application of a special concept to the reporting procedures followed by plants carrying on integrated mining/smelting/refining operations will be evident in the comparison of the 1961-64 data particularly for the items Materials and supplies and Value of production shown in the publications on Metal Mines and the data published in reports prior to 1964. The industries in which the application of this concept had a major effect are those included in S.I.C. Major Group 1—Metal Mines of the Annual Census of Mining (Mines (including Milling) Quarries and Oil Wells) but more particularly the following:

Copper-Gold-Silver Mines Nickel-Copper Mines Silver-Lead-Zinc Mines

These industries which are dominated by a sector of vertically integrated companies involved in mining and manufacturing (smelting and refining) operations have historically created significant distortions in the statistics for these industries. These were caused, for the most part, as a result of applying a value to the ores, concentrates, etc. which were part of the materials (inputs) of the Smelting and Refining industry. The method of valuation used was based on the coverable metal content of these materials, that is, ores, concentrates, etc. A similar procedure was followed by valuing the output portion of these mines. Since the major output of the mines served as an input to the Smelting and

Refining industry and in turn became a part of the output of the Smelting and Refining industry there was, in effect, a duplication of values for recoverable metal content in the unining and manufacturing sector (smelting and refining). The procedure followed also tended to understate the total output value of the mines sector because the recoverable metal content was valued at a lower level in the processing operations that is, as ores, concentrates, etc. before smelting and/or refining.

Prior to the full implementation of the establishment concept to include total activities, the "Materials and supplies" section included primarily a limited number of consumable materials such as explosives, drill steel, lubricants, etc. Many kinds of supplies, for example, maintenance and repair supplies were not reported. The extension of the Materials and supplies section in accordance with the total activities concept to provide for a more complete coverage of materials and supplies accounts for a major part of the increase in the total cost of Materiais and supplies used. In the case of the vertically integrated companies the procedure followed omitted treatment charges such as milling, smelting refining, etc. from the input side of the mines sector involving these companies as well as from the output side of the Smelting and Refining industry. As a result the cost of materials (inputs) reported, particularly for the industries in the mines sector mentioned above was considerably understated.

As a result of the foregoing it was necessary to find some statistical device which would eliminate the above practices and permit the derivation of more meaningful principal statistics—for both the metal mines and for the smelling and refining industry.

While it has been suggested that smelling and refining should be treated as part of the metal mines, and that the statistics should be compiled on this basis, this would be difficult to justify from the statistical viewpoint. Smelling and refining by the nature of its operations constitutes a

manufacturing activity and is considered such, not only in the Canadian and International classification systems but also in the systems of most foreign countries. To include it as part of the mining universe would not only make international comparisons virtually impossible but would affect the importance of Canada's manufacturing industries even more drastically than the changes which resulted from the approach adopted.

After a thorough study of these problems and consultations with the firms involved, it was found that the only satisfactory solution was to continue to consider smelting and refining as a manufacturing industry and to treat such operations of vertically integrated companies as "custom" operations regardless of whether or not the smelting and refining plants (establishments) of such companies were concerned solely with the smelting and refining of ore, concentrates, etc. of their own company. This procedure eliminated the need to arbitrarily value the ores, concentrates, etc. transferred to the smelter and to value the output of the smelter and refinery in terms of commodities produced. Although, for the purpose of commodity statistics, these are still valued on the basis of recoverable metal content, the revenue from integrated operations accrues to the mines concerned and is not duplicated, as in the past, in both the mining and the smelting and refining industries. Thus the revenue from smelting and refining in such integrated operations now consists primarily of treatment costs of own ores, etc. plus any revenue from toll charges of non-company ores, byproducts, etc.

The effects of allocating the final revenues of the vertically integrated companies included in this industry to the metal mining industries and the broadening of coverage for materials used, as well as any changes resulting from the implementation of the revised Standard Industrial Classification and the New Establishment Concept, are reflected in the tables of principal statistics for the years 1961 to 1964. Additionally, these tables reflect the inclusion of the normining activities, i.e. the total activity concept.

CONCEPTS AND DEFINITIONS

Establishment

A mining establishment is typically a mine, mine/mill (concentrator), quarry, pit, bog, or plant principally engaged in commercial production activities. In many cases a mining company consists of a single establishment but it is not uncommon for a company to consist of a number of establishments some of which may be in mining i.e. mine/mill and others in manufacturing i.e. smelter, cement plant, etc. In addition a number of locations may be involved. Such firms are requested to submit a separate Census of Mining report for each mineral establishment which can meet the reporting requirements embodied in the following definition of the "establishment".

"The smallest unit which is a separate operating entity capable of reporting the following principal statistics:

Materials and supplies used Goods purchased for resale as such Fuel and power consumed Number of employees and salaries and wages Man-hours worked and paid Inventories Shipments or Sales."

Each establishment is required to report on all the activities carried out within its accounting boundaries (except non-operating revenues such as rent, interest and dividends) and data on the different activities (mining etc., trading in goods not of own manufacture, construction by own labour force, revenue from services, etc.) are requested to be reported separately. It should be noted that the statistics for separate activities are not completed consistent since some respondents cannot distinguish, in their records, materials, shipments and inventories relating solely to their own mining activities. For example, together of commodities purchased

for re-sale may not be distinguishable from inventory of own mineral commodities. Complete consistency, therefore, can be obtained only at the "all operations" (total activity) level and for studies or statistical measures requiring accurate coordinated data, the "total activity" statistics should be used.

The number of establishments represents the number of operating units that are principally engaged in the activities of the mineral industries to which they have been classified. These units do not necessarily represent the total number engaged in the production of a commodity mainly produced in a certain industry. Some commodities are produced as secondary products in other mineral and non-mineral industries. It should be noted that head offices and auxiliary units which are surveyed separately are not included in the establishment count, (see following notes on Head offices and auxiliary units).

Head Offices and Auxiliary Units

Head offices and auxiliary units of companies classified to the mineral industries such as sales offices, administrative offices, warehouses, laboratories, etc. are now surveyed as part of the Census of Mining.

These head offices and auxiliary units are either included in an establishment report or are surveyed by means of the head office questionnaire. The former is the most common case where a single establishment firm has its executive personnel, sales office, etc. located at the site of the mine (establishment). The special head office questionnaire is generally used where a firm, regardless of the number of establishments, has separately located offices or auxiliary units. Such offices or units do not constitute establishments within the Census of Mining as they do not normally generate operational revenues, but give rise only to cost of operations

(mainly salaries and wages) which are automatically included in the value of shipments or sales. Although not considered as establishments, and hence, not included in the "establishment" count for an industry, the operational costs are reflected in either the "Industry" statistics (3 or 4 digit level) or the "Major group" statistics (2 digit level) according to the following rules:

- (a) In the case of single establishment firms, statistics of offices and units located in a different municipality to the mining establishment are classified to the same industry (3 or 4 digit) as the mining establishment;
- (b) In the case of multi-establishment firms, the statistics for such offices and units are coded to the same industry as the establishments of the firm, when all establishments are in the same industry (3 or 4 digits). When establishments of such firms are coded (1) to different industries within a major group, (2) to industries in different major groups or (3) to industries in different divisions of the Standard Industrial Classification, then the statistics are included in the major group totals (2 digit level) in which the major part of the company's operations are classified. Although this may result in some distortion of major group statistics in the case of (2) and (3) the statistics at the industry (3 or 4 digit) level in all cases will be left free of these company-wide data.

Employees

(a) Production and related workers - Mining activities

In addition to those engaged directly in mining production activities, they include those employed in storing, inspecting handling, packing, warehousing, etc. They also include employees engaged in maintenance, repair, janitorial and watchman services and line supervisors (working foremen) engaged in similar work to that of the employees they supervise. For those establishments reporting on the "long" form, production and related workers engaged in mining activity are reported as those receiving pay during the last pay period of each month, an average for the year being obtained by summing the monthly figures and dividing by 12. This procedure is followed even though the establishment did not operate in all months in order to arrive at equivalent annual full-time employment. The numbers are somewhat affected by turnover, in that employment is overstated when an employee changes employment during a pay period. The man-hours of production and related workers in mining activity represent total man-hours paid (total hours at work during the calendar year plus hours not worked but nevertheless paid for, such as paid vacations, sick leave, statutory holidays, etc.). In reporting overtime hours, respondents are requested to report only hours actually at work. It should be noted that the division of hours paid into production and related workers payrolls results in average hourly earnings and does not represent hourly wage rates which are collected and published by the Department of Labour and which are based on selected occupations.

(b) Production and related workers - Non-mining activities

Such employees include those on mining establishments' payrolls engaged in activities such as construction undertaken for the use of these establishments and any other production workers who are not engaged directly in the production of ore and for concentrates.

(c) Administrative and office employees

This category includes all executive and supervisory officials such as presidents, vice-presidents, comptrollers, secretaries, treasurers, etc., together with managers, professional, technical and research employees, superintendents and plant supervisors above the line supervisor or working foreman level, and clerical staff. Also included are employees in activities such as advertising, credit collections, purchasing, personnel, legal, medical, etc. It should be noted that prior to 1961 this category also included working owners and partners. Also included in this category are employees located at head offices or auxiliary units separately located from the establishment; in accordance to the rules outlined under "Head offices and auxiliary units" above.

(d) Sales and distribution workers

This category includes office personnel whose salaries are charged to selling expense, e.g. travelling salesmen. It may also include some sales employees who are reported as part of a mining establishment but are not working at the establishment. These are generally broken down by location in cases where more than 15 employees are involved in any one location. The figures exclude persons working on a commission basis who are not considered regular employees of the establishment.

(e) Total employees

This total comprises the foregoing categories including employees located at separately located head offices and auxiliary units. The numbers of employees included under categories (b), (c) and (d) are reported in the form of annual averages and represent as closely as possible full time employment; adjustments are made when reported figures indicate the existence of part-time or seasonal employment.

Working Owners or Partners

These are not now included in the statistics of employees and salaries and wages. There is some duplication in numbers when a person owns more than one establishment and is reported as a working owner on each Census return. Withdrawals of working owners are defined as amounts withdrawn by owners or partners for normal living expenses excluding withdrawals for payment of income tax.

Salaries and Wages

Salaries and wages refer to gross earnings of employees before deductions for income tax and employees contributions to social services such as sickness, accident and unemployment insurance, pensions, etc. They include all salaries, wages, bonuses, profits shared with employees, the value of room and board where provided, commissions (paid to regular employees only) as well as any other allowance forming port of the worker's eaching. Parameth for our-time are acting the

Fuel and Electricity

Figures for fuel refer to appears a citable used (actually used in cars, tracks, locateotives, etc.), not to purchase unless the quantilies are substantially the same. Any fuel and electricity produced by establishments for internal consumption are not included in the total cost. Values represent laid down cost at the establishment including freight, duty, etc. Although fuel and electricity used is considered part of mining activity it should be noted that it also includes relatively small amounts used in non-mining activities since these cannot be reported separately.

Materials and Supplies

(a) Mining activities

Figures represent quantities and laid down cost values, at the establishment, of malerials, supplies and purchased components owned and used during the year in mining activities and related processes. These statistics represent only commodity items or physical goods (cost of services or overhead charges such as advertising, insurance, depreciation, etc. are not included) whether purchased from others or received as transfers (in the form of materials, components or semi-processed goods) from other establishments of the reporting company. Included are maintenance and repair supplies not chargeable to fixed assets accounts and any amounts charged by other establishments for work done on materials owned by the reporting establishment. Cost of repairs or maintenance done by outside contractors and cost of returnable containers are not included.

(b) Non-mining activities

1. Purchases for re-sale as such

Figures represent cost of materials or products purchased from others by the reporting establishment (or received as transfers from other establishments of the reporting company) for re-sale as such in the same condition as purchased. Included are any finished products received on consignment from other countries.

2. Other materials and supplies used

Figures represent the cost of materials and supplies, if any, used in new construction and in the production of machinery and equipment (for the use of the reporting establishment) by the establishment's own employees. Included are materials used for any capital repairs and alterations carried out by the establishment's employees. Amounts paid to outside contractors for construction and repair work are not included nor is the cost of purchased machinery and equipment. Also included is the cost of office supplies not chargeable to fixed assets accounts and the cost of such other items of materials and supplies used as food, beverages and supplies for establishment-operated cafeterias and lunch counters, first and and medical supplies, laboratory supplies, etc.

Value of Production

(a) Value of production of goods produced in the establishment

These figures represent the values in Canadian dollars of products shipped by the reporting establishments adjusted by changes in value between closing and opening inventory values of goods-in-process and finished products on hand. Included are revenues from repairs and custom work performed for other establishments and the cost (book value) of any goods produced by the mining establishment and shipped on a rental basis.

All products and by-products of own production shipped from the establishment are covered, including transfer shipments to sales outlets, distributing warehouses or to other processing plants of the reporting firm, when such units are treated as separate establishments. Production values are not of returned goods, discounts, returns, allowances, sales tax, excise taxes and duties, returnable containers and charges for outward transportation by common or contract carriers. Transportation or delivery expense incurred by the reporting establishment's own carriers are included.

Shipments of goods of own production of establishments which are coded to some other division of the Standard ladustrial Classification (on the basis of principal activity) but which are engaged in mining as a subsidiary activity are collected by means of the Commodity questionnaire referred to earlier. Such shipments together with shipments of goods of two production of establishments forming the universe of mineral industries are compiled and recorded under appropriate headings in the various mineral industry publications; however, operational details relating to the production of such commodities are not included in the principal statistics shown in the reports for individual mineral industries.

(b) Shipments of goods not of own manufacture

These figures represent the net selling value at establishment (net of discounts, returns, allowances, sales

taxes and excise duties and taxes and transportation charges by common or contract carriers) of all products or materials (including products transferred from other establishments of the reporting firm) sold as such in the same condition as purchased or received as transfers. All sales of consignment goods from other countries are included.

(c) Other revenue

Figures represent the book value of fixed assets, if any, (new construction and machinery and equipment including major repairs, alterations, additions, modifications, installation and assembly work) produced during the year for the use of reporting establishments by the establishment's own employees and for which depreciation accounts are maintained. Included also are any revenues from the sale of electricity, servicing revenues, commissions on sales (when not included in value of sales), revenue for company-operated cafeterias and lunch counters and revenue from outside installation or construction work not related to the establishment's own products, sale of used materials (excluding sale of used fixed assets) research and development work, etc. As mentioned previously the figures do not include non-operating revenue such as rent, dividends, interest, etc.

Value Added

(a) By mining activities

Figures are compiled by deducting the cost of operating materials, supplies, etc. and fuel and electricity consumed from the value of production.

(b) By non-mining activities

The figures are compiled by deducting the cost of goods purchased for re-sale (adjusted for changes in the value of inventories of goods purchased for re-sale) and the cost of non-mining materials and supplies used from the value of shipments of goods not of own manufacture, plus other revenue.

(c) By total activities

The figures consist of value added by mining activities plus value added by non-mining activities. "Value added" is sometimes referred to as net output or net production. However, to arrive at the National Accounts concept of net production, or Gross Domestic Product at "Factor cost" it would be necessary to subtract also the cost of advertising, insurance and other business expenses which are not collected as part of the annual Census of mining. "Value added" figures for the primary industries, manufacturing and construction are published in DBS publication Catalogue No. 61-202. "Survey of Production".

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