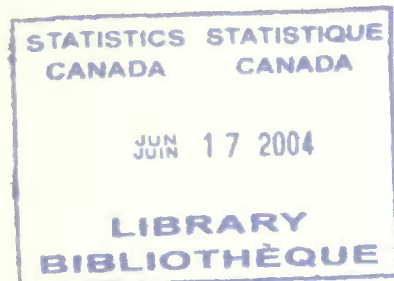




CANADA



CORPORATION PROFITS

FOURTH QUARTER, 1955

Published by Authority of
The Right Honourable C. D. Howe, Minister of Trade and Commerce

DOMINION BUREAU OF STATISTICS
General Assignments Division

6603-501-125

Price \$1.00 per year

CORPORATION PROFITS

FOURTH QUARTER, 1955

The estimates of corporation profits and other financial data contained in this report are the results of a sample survey of all companies incorporated in Canada, except Government-owned companies and incorporated co-operatives, Canadian unincorporated branches of foreign corporations are also included in the totals while foreign subsidiaries of Canadian corporations are excluded.

Sources and Methods

In preparing the estimates, a stratified random sample of corporations is used together with the summary corporation statistics contained in "Taxation Statistics" published by the Department of National Revenue (Taxation Division). The figures in "Taxation Statistics" are on an annual basis and are available about two years after the year to which they refer. The sample results are used to allocate the annual totals by quarters, and current figures are obtained by projection from this base. This procedure ensures that profits are defined consistently for all corporations and improves the accuracy of the estimates.

Under the original design of the sample, estimates of profits would be within 3 per cent of the "true" figures 95 per cent of the time. However, since not all companies in the original sample are participating in the survey, the actual error is about 6 per cent. This error will be reduced as the number of companies in the sample increases.

Definitions

The definitions of items contained in the report are based mainly on accounting definitions used by corporations. The term "profits" as used throughout this report means the total profits of all companies earning profits less the losses of all companies incurring losses.

Sales figures in "Taxation Statistics" are used as a base for projecting the estimates obtained from the survey to provide current sales estimates. These sales figures contain investment income as well as income from operations.

Net Earnings as used in this report are the total earnings, exclusive of Canadian dividends received, after all current charges except depletion, depreciation, charitable donations and income tax liabilities. Canadian dividends received are excluded because earnings are computed before payment of dividends, and if receipt of these dividends were included they would be counted twice, once in the hands of the paying corporation and again in the hands of the receiving corporation.

Depletion charges are not deducted since, although these are properly a charge for individual firms, the exhaustion of natural resources should not be a charge against National Income. However, for the two groups for which depletion charges are significant—mining and wood and paper products—depletion charges are shown separately in the tables.

Depreciation charges as shown in the tables reflect the rates allowed by the Income Tax Act even though companies are permitted to charge depreciation on their own books at rates different from those used for income tax purposes. The totals published in "Taxation Statistics" form the base for the estimates in this report and the depreciation figures submitted in the survey are used only for interpolation and projection.

Income tax liabilities are calculated for each reporting company, each quarter to obtain totals of tax liabilities for each industrial group. An allowance is then made for profits which are covered by losses in other quarters.

Depletion charges are based on the amounts reported by the companies and are not related to the data contained in "Taxation Statistics".

Interpretation of Quarterly Movements

Total corporation profits appear to follow a fairly regular pattern from quarter to quarter with total profits before taxes of the aggregate of all industries reaching a peak in the second and third quarters of each year and then declining through the next two quarters. Before two consecutive quarters can be compared, the same two quarters for previous years must be studied in an effort to determine how much of the change is due to seasonal movements and how much is due to an improvement or worsening in the general profits pattern of the industry.

Corporations with two or more establishments file only one profits return covering all establishments of the company. The forestry operations carried on by pulp and paper companies are therefore included with the wood and wood products group in manufacturing; while mining operations carried on by companies principally engaged in smelting and refining are included in the non-ferrous metal industry. Other groups are affected to a lesser degree. The figures in this report are therefore not comparable with series in other Bureau reports, such as those covering wages and production, which are on an establishment basis.

A more comprehensive description of the methods, sources and definitions is contained in the initial publication of this series, "Quarterly Corporation Profits, 1950-1954", issued by the Dominion Bureau of Statistics in March, 1955.

CORPORATION PROFITS - FOURTH QUARTER, 1955

Profits before taxes of Canadian corporations were estimated at \$786,000,000 for the fourth quarter of 1955, an increase of \$225,000,000, or 40 per cent, over the 1954 fourth quarter estimate of \$561,000,000. Cumulative profits before taxes for the twelve months ending 31 December, 1955, increased an estimated \$632,000,000, or 26 per cent, over the same period for the previous year, from \$2,390,000,000 in 1954 to \$3,022,000,000 in 1955.

Income tax liabilities estimated for the fourth quarter of 1955 amounted to \$342,000,000, an increase of \$72,000,000, or 26 per cent, over the fourth quarter of 1954 estimate of \$270,000,000. For the twelve months period ending 31 December, 1955, income tax liabilities were estimated at \$1,366,000,000 as compared with \$1,160,000,000 for the twelve months of 1954, an increase of \$206,000,000, or 18 per cent. Income taxes for the year 1955 were estimated at 45 per cent of profits.

Corporation profits after taxes in the fourth quarter of 1955 rose an estimated \$153,000,000 or 53 per cent from \$291,000,000 in 1954 to \$444,000,000 in 1955. Cumulative profits after taxes for the twelve months of 1955 increased an estimated \$426,000,000, or 35 per cent, over the corresponding period of the previous year, from \$1,230,000,000 in 1954 to \$1,656,000,000 in 1955.

In the Manufacturing sector increases in profits before taxes for the fourth quarter of 1955 over the fourth quarter of 1954 were shown in all industry groups, with an overall increase of \$143,000,000, or 51 per cent, in the sector as a whole, from \$280,000,000 in 1954 to \$423,000,000 in 1955. The most sizeable increases occurred in the Iron and Steel group which rose an estimated \$57,000,000 from \$44,000,000 in the fourth quarter of 1954 to \$101,000,000 in the fourth quarter of 1955, the Non-Ferrous Metal group which increased \$20,000,000

from \$8,000,000 in the fourth quarter of 1954 to \$28,000,000 in the fourth quarter of 1955 and the Wood and Paper group which increased \$19,000,000 from \$98,000,000 in the fourth quarter of 1954 to \$117,000,000 in the fourth quarter of 1955.

The Non-Manufacturing sector showed an overall increase in profits before taxes of \$82,000,000, or 29 per cent, from \$281,000,000 in the fourth quarter of 1954 to \$363,000,000 in the fourth quarter of 1955. Mining, Quarrying and Oil Wells showed the greatest increase, \$31,000,000, from \$63,000,000 in the fourth quarter of 1954 to \$94,000,000 in the fourth quarter of 1955, followed by Retail Trade which increased \$16,000,000 from \$42,000,000 in the fourth quarter of 1954 to \$58,000,000 in the fourth quarter of 1955 and Transportation, Storage and Communication which rose an estimated \$14,000,000 from \$44,000,000 in the fourth quarter of 1954 to \$58,000,000 in the fourth quarter of 1955.

A comparison of the total of the four quarters of 1955 with the total of the four quarters of the preceding year indicates that the increase in profits before taxes was reflected in all industry groups except one. The most sizeable increases occurred in the Mining, Quarrying and Oil Wells group which rose an estimated \$129,000,000, or 56 per cent, from \$231,000,000 in 1954 to \$360,000,000 in 1955; the Iron and Steel group which rose an estimated \$87,000,000, or 33 per cent, from \$266,000,000 in 1954 to \$353,000,000 in 1955; the Wood and Paper group which rose an estimated \$71,000,000, or 21 per cent, from \$331,000,000 in 1954 to \$402,000,000 in 1955; and the Transportation, Storage and Communication group which rose an estimated \$66,000,000, or 35 per cent, from \$187,000,000 in 1954 to \$253,000,000 in 1955. The one group in which profits before taxes did not increase was the Service group which dropped an estimated \$3,000,000, or 6 per cent, from \$48,000,000 in 1954 to \$45,000,000 in 1955.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1954-1955

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Mining, Quarrying and Oil Wells	45	62	61	63	231	82	93	91	94	360
Manufacturing:										
Foods and Beverages	37	46	45	41	169	23	54 ^r	57	45	179
Textile Products	8	7	5	3	23	13	11	10	6	40
Wood and Paper Products	63	86	84	98	331	77	104	104	117	402
Iron and Steel Products	88	86	48	44	266	63	113	76	101	353
Non-Ferrous Metal Products	12	16	15	8	51	12	17	23	28	80
Electrical Apparatus and Supplies	16	13	13	16	58	15	13	19	26	73
Non-Metallic Mineral Products	6	22	26	12	66	8	31	35	21	95
Products of Petroleum and Coal	30	27	33	25	115	32	27	42	39	140
Chemical Products	18	21	26	19	84	22	27	33	22	104
Other Manufacturing Industries ¹	15	19	17	14	65	18	24	27	18	87
Total	293	343	312	280	1,228	283	421^r	426	423	1,553
Transportation, Storage and Communication ...	37	45	61	44	187	45	62	88	58	253
Public Utility Operation	17	15	12	18	62	22	16	12	18	68
Wholesale Trade	26	48	50	37	161	29	57	68	47	201
Retail Trade	23	42	35	42	142	22	51	48	58	179
Finance, Insurance and Real Estate	71	75	59	57	262	68	85	63	69	285
Service	11	12	14	8	45	7	11	15	9	42
Other Non-Manufacturing ²	10	22	28	12	72	12	23	36	10	81
Total All Industries	533	664	632	561	2,390	570	819^r	847	786	3,022

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.
- r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1954-1955

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Mining, Quarrying and Oil Wells	28	38	37	38	141	53	60	58	60	231
Manufacturing:										
Foods and Beverages	18	23	22	20	83	11	28 ^r	29	23	91
Textile Products	2	2	1	1	6	7	6	5	3	21
Wood and Paper Products	33	45	44	52	174	42	56	57	65	220
Iron and Steel Products	39	38	21	19	117	28	50	37	59	174
Non-Ferrous Metal Products	6	8	8	4	26	7	10	13	15	45
Electrical Apparatus and Supplies	8	6	6	8	28	8	7	10	14	39
Non-Metallic Mineral Products	3	12	14	6	35	4	15	15	12	46
Products of Petroleum and Coal	15	14	17	13	59	17	14	23	21	75
Chemical Products	10	11	14	10	45	13	16	19	12	60
Other Manufacturing Industries	8	10	9	8	35	10	13	15	10	48
Total	142	169	156	141	608	147	215^r	223	234	819
Transportation, Storage and Communication ...	20	24	33	23	100	25	34	53	32	144
Public Utility Operation	9	8	6	10	33	12	9	6	10	37
Wholesale Trade	13	24	24	18	79	15	29	34	25	103
Retail Trade	11	20	17	21	69	11	26	27	34	98
Finance, Insurance and Real Estate	37	39	30	29	135	38	47	33	38	156
Service	6	7	8	4	25	3	5	9	5	22
Other Non-Manufacturing ²	5	12	16	7	40	6	12	22	6	46
Total All Industries	271	341	327	291	1,230	310	437^r	465	444	1,656

1. Includes Tobacco, Rubber, Leather and Miscellaneous Manufacturing Industries.
2. Includes Agriculture, Forestry, Fishing and Construction.
- r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1954-1955

	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Net Earnings.....	777	938	898	861	3,474	831	1,107 ^r	1,138	1,104	4,180
Less: Depreciation	244	274	266	300	1,084	261	288	291	318	1,158
Profits Before Taxes.....	533	664	632	561	2,390	570	819 ^r	847	786	3,022
Less: Income Tax Liabilities	262	323	305	270	1,160	260	382 ^r	382	342	1,366
Profits After Taxes.....	271	341	327	291	1,230	310	437 ^r	465	444	1,656

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955

Mining, Quarrying and Oil Wells										
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	309	326	335	361	1,331	387	399	417	448	1,651
Net Earnings.....	67	85	84	86	322	106	119	118	120	463
Less: Depreciation	22	23	23	23	91	24	26	27	26	103
Profits Before Taxes.....	45	62	61	63	231	82	93	91	94	360
Less: Income Tax Liabilities	17	24	24	25	90	29	33	33	34	129
Profits After Taxes	28	38	37	38	141	53	60	58	60	231
Depletion Charged	2	1	2	3	8	3	4	4	5	16
Foods and Beverages										
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	701	792	799	825	3,117	686	814	849	861	3,210
Net Earnings.....	50	59	58	57	224	37	68 ^r	71	62	238
Less: Depreciation	13	13	13	16	55	14	14	14	17	59
Profits Before Taxes.....	37	46	45	41	169	23	54 ^r	57	45	179
Less: Income Tax Liabilities	19	23	23	21	86	12	26 ^r	28	22	88
Profits After Taxes	18	23	22	20	83	11	28 ^r	29	23	91
Textile Products										
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	290	288	299	307	1,184	318	323	323	366	1,330
Net Earnings.....	13	14	12	10	49	18	18	17	13	66
Less: Depreciation	5	7	7	7	26	5	7	7	7	26
Profits Before Taxes.....	8	7	5	3	23	13	11	10	6	40
Less: Income Tax Liabilities	6	5	4	2	17	6	5	5	3	19
Profits After Taxes	2	2	1	1	6	7	6	5	3	21

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Wood and Paper Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	755	807	827	835	3,224	812	896	946	923	3,582
Net Earnings	89	114	114	128	445	105	132	136	149	522
Less: Depreciation	26	28	30	30	114	28	28	32	32	120
Profits Before Taxes	63	86	84	98	331	77	104	104	117	402
Less: Income Tax Liabilities	30	41	40	46	157	35	48	47	52	182
Profits After Taxes	33	45	44	52	174	42	56	57	65	220
Depletion Charged	2	3	2	2	9	2	3	2	2	9
	Iron and Steel Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	1,101	1,137	980	977	4,195	968	1,294	1,149	1,223	4,634
Net Earnings	119	118	81	75	393	92	145	109	136	482
Less: Depreciation	31	32	33	31	127	29	32	33	35	129
Profits Before Taxes	88	86	48	44	266	63	113	76	101	353
Less: Income Tax Liabilities	49	48	27	25	149	35	63	39	42	179
Profits After Taxes	39	38	21	19	117	28	50	37	59	174
	Non-Ferrous Metal Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	143	154	163	177	637	169	197	209	224	799
Net Earnings	23	29	27	29	108	30	33	40	47	150
Less: Depreciation	11	13	12	21	57	18	16	17	19	70
Profits Before Taxes	12	16	15	6	51	12	17	23	28	80
Less: Income Tax Liabilities	6	8	7	4	25	5	7	10	13	35
Profits After Taxes	6	8	8	4	26	7	10	13	15	45
	Electrical Apparatus and Supplies									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	241	245	244	293	1,023	258	252	284	329	1,123
Net Earnings	21	19	17	22	79	21	19	25	31	96
Less: Depreciation	5	6	4	6	21	6	6	6	5	23
Profits Before Taxes	16	13	13	16	58	15	13	19	26	73
Less: Income Tax Liabilities	8	7	7	8	30	7	6	9	12	34
Profits After Taxes	8	6	6	8	28	8	7	10	14	39

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Non-Metallic Mineral Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	92	114	139	131	476	102	140	175	154	571
Net Earnings	11	27	31	22	91	13	37	40	29	119
Less: Depreciation	5	5	5	10	25	5	6	5	8	24
Profits Before Taxes	6	22	26	12	66	8	31	35	21	95
Less: Income Tax Liabilities	3	10	12	6	31	4	16	20	9	49
Profits After Taxes	3	12	14	6	35	4	15	15	12	46
	Products of Petroleum and Coal									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	313	317	343	347	1,320	329	345	395	400	1,469
Net Earnings	45	44	51	45	185	48	45	61	59	213
Less: Depreciation	15	17	18	20	70	16	18	19	20	73
Profits Before Taxes	30	27	33	25	115	32	27	42	39	140
Less: Income Tax Liabilities	15	13	16	12	56	15	13	19	18	65
Profits After Taxes	15	14	17	13	59	17	14	23	21	75
	Chemical Products									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	232	250	253	244	979	249	277	291	280	1,097
Net Earnings	28	33	36	28	125	32	38	43	34	147
Less: Depreciation	10	12	10	9	41	10	11	10	12	43
Profits Before Taxes	18	21	26	19	84	22	27	33	22	104
Less: Income Tax Liabilities	8	10	12	9	39	9	11	14	10	44
Profits After Taxes	10	11	14	10	45	13	16	19	12	60
	Other Manufacturing Industries*									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	226	238	244	239	947	247	262	285	280	1,074
Net Earnings	19	24	21	19	83	22	29	31	24	106
Less: Depreciation	4	5	4	5	18	4	5	4	6	19
Profits Before Taxes	15	19	17	14	65	18	24	27	18	87
Less: Income Tax Liabilities	7	9	8	6	30	8	11	12	8	39
Profits After Taxes	8	10	9	8	35	10	13	15	10	48

Note: 1. Depletion charges have not been deducted from profits.

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco, Rubber and Leather Products in addition to the Standard Industrial Classification group entitled "Miscellaneous Manufacturing Industries".

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Continued

	Total - Manufacturing									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	4,094	4,342	4,291	4,375	17,102	4,138	4,800	4,906	5,045	18,889
Net Earnings	418	481	448	435	1,782	418	564 ^r	573	584	2,139
Less: Depreciation	125	138	136	155	554	135	143	147	161	586
Profits Before Taxes	293	343	312	280	1,228	283	421 ^r	426	423	1,553
Less: Income Tax Liabilities	151	174	156	139	620	136	206 ^r	203	189	734
Profits After Taxes	142	169	156	141	608	147	215 ^r	223	234	819
	Transportation, Storage and Communication									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	470	492	511	510	1,983	497	544	585	573	2,199
Net Earnings	72	83	101	89	345	83	101	131	109	424
Less: Depreciation	35	38	40	45	158	38	39	43	51	171
Profits Before Taxes	37	45	61	44	187	45	62	88	58	253
Less: Income Tax Liabilities	17	21	28	21	87	20	28	35	26	109
Profits After Taxes	20	24	33	23	100	25	34	53	32	144
	Public Utility Operation									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	73	66	61	74	274	81	71	65	81	298
Net Earnings	24	22	19	26	91	31	25	19	26	101
Less: Depreciation	7	7	7	8	29	9	9	7	8	33
Profits Before Taxes	17	15	12	18	62	22	16	12	18	68
Less: Income Tax Liabilities	8	7	6	8	29	10	7	6	8	31
Profits After Taxes	9	8	6	10	33	12	9	6	10	37
	Wholesale Trade									
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
	(Millions of Dollars)									
Sales	1,511	1,832	1,812	1,861	7,015	1,548	1,971	2,065	2,191	7,775
Net Earnings	40	67	64	52	223	43	77	85	64	269
Less: Depreciation	14	19	14	15	62	14	20	17	17	68
Profits Before Taxes	26	48	50	37	161	29	57	68	47	201
Less: Income Tax Liabilities	13	24	26	19	82	14	28	34	22	98
Profits After Taxes	13	24	24	18	79	15	29	34	25	103

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.
 r. Indicates a revision in the figure since the publication covering the second quarter, 1955.

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1955 - Concluded

Retail Trade										
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Sales	1,435	1,657	1,557	1,623	6,272	1,455	1,865	1,751	1,795	6,866
Net Earnings	36	57	51	58	202	36	68	65	75	244
Less: Depreciation	13	15	16	16	60	14	17	17	17	65
Profits Before Taxes	23	42	35	42	142	22	51	48	58	179
Less: Income Tax Liabilities	12	22	18	21	73	11	25	21	24	81
Profits After Taxes	11	20	17	21	69	11	26	27	34	98

Finance Insurance and Real Estate										
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	83	87	69	69	308	80	98	74	82	334
Less: Depreciation	12	12	10	12	46	12	13	11	13	49
Profits Before Taxes	71	75	59	57	262	68	85	63	69	285
Less: Income Tax Liabilities	34	36	29	28	127	30	38	30	31	129
Profits After Taxes	37	39	30	29	135	38	47	33	38	156

Service										
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	17	18	21	15	71	14	17	23	16	70
Less: Depreciation	6	6	7	7	26	7	6	8	7	28
Profits Before Taxes	11	12	14	8	45	7	11	15	9	42
Less: Income Tax Liabilities	5	5	6	4	20	4	6	6	4	20
Profits After Taxes	6	7	8	4	25	3	5	9	5	22

Other Non-Manufacturing*										
	1954					1955				
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total
(Millions of Dollars)										
Net Earnings	20	38	41	31	130	20	38	50	28	136
Less: Depreciation	10	16	13	19	58	8	15	14	18	55
Profits Before Taxes	10	22	28	12	72	12	23	36	10	81
Less: Income Tax Liabilities	5	10	12	5	32	6	11	14	4	35
Profits After Taxes	5	12	16	7	40	6	12	22	6	46

Note: 1. Depletion charges have not been deducted from profits.
 2. Canadian Dividends Received are not included in profits.

* Other Non-Manufacturing includes Agriculture, Forestry, Fishing and Construction.

INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the Standard Industrial Classification as printed in the Dominion Bureau of Statistics publication "Standard Industrial Classification Manual". The groups, with the Standard Industrial Classification code, are listed below:

Published Groupings	Major Standard Industrial Classification Groupings	S.I.C. Code No.
Mining, Quarrying and Oil Wells	Metal Mining	100-119
	Fuels	120-129
	Non-Metal Mining	130-149
	Quarrying, Clay and Sand Pits	150-169
	Prospecting	170-199
Manufacturing:		
Foods and Beverages.....	Foods and Beverages.....	200-229
Textile Products.....	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
	Wood and Paper Products	280-289
Wood and Paper Products	Wood Products.....	280-289
	Paper Products	290-299
	Printing, Publishing and Allied Industries.....	300-309
Iron and Steel Products	Iron and Steel Products	310-329
	Transportation Equipment	330-339
Non-Ferrous Metal Products	Non-Ferrous Metal Products	340-349
Electrical Apparatus and Supplies.....	Electrical Apparatus and Supplies.....	350-359
Non-Metallic Mineral Products	Non-Metallic Mineral Products	360-369
Products of Petroleum and Coal	Products of Petroleum and Coal	370-379
Chemical Products	Chemical Products	380-389
Other Manufacturing Industries.....	Miscellaneous Manufacturing Industries	390-399
	Tobacco and Tobacco Products	230-235
	Rubber Products	236-239
	Leather Products	240-249
Transportation, Storage and Communication.....	Transportation.....	500-519
	Storage	520-539
	Communication	540-599
Public Utility Operation ¹	Public Utility Operation ¹	600-699
Wholesale Trade	Trade: Wholesale Trade.....	700-729
Retail Trade	Trade: Retail Trade	730-799
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	800-899
Service	Community or Public Service	900-909
	Recreation Service	920-929
	Business Service	930-939
	Personal Service.....	940-949
Other Non-Manufacturing	Agriculture.....	000-079
	Forestry	080-089
	Fishing and Trapping	090-099
	Construction	400-499

1. Includes electric light and power, gas manufacture and distribution, water and sanitary services and other public utilities such as steam heat and power distribution.

STATISTICS CANADA LIBRARY
BIBLIOTHEQUE STATISTIQUE CANADA



1010544393