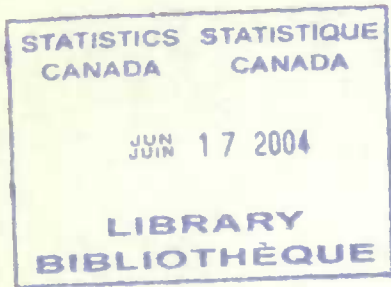




CANADA



CORPORATION PROFITS
FIRST QUARTER, 1956

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CORPORATION PROFITS

FIRST QUARTER, 1956

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 - FIRST QUARTER, 1956

Corporation profits before taxes were estimated at \$728 million for the first quarter of 1956, an increase of \$158 million, or 28 per cent, over the estimated \$570 million for the first quarter of 1955.

Income tax liabilities were estimated at \$321 million for the first quarter of 1956, an increase of \$61 million, or 23 per cent, over the \$260 million estimated for the first quarter of 1955. Income tax liabilities were estimated at 44 per cent of profits before taxes for the first quarter of 1956 as compared with an estimate of 46 per cent for the same period in 1955.

Profits after taxes increased from an estimated \$310 million in the first quarter of 1955 to an estimated \$407 million in the first quarter of 1956, an increase of \$97 million or 31 per cent.

In the Manufacturing sector estimated increases in profits before taxes in the first quarter of 1956 over the first quarter of 1955 were recorded in the Iron and Steel group which increased \$42 million from \$63 million in 1955 to \$105 million in 1956, in the Wood and Paper group which increased an estimated \$15 million from \$77 million in 1955 to \$92 million in 1956, in the Petroleum and Coal group which increased \$10 million from \$32 million in 1955 to \$42 million in 1956, in the Non-Ferrous Metal group which increased \$7 million from \$12 million in 1955 to \$19 million in 1956, in the Textile group which increased \$5 million from \$13 million in 1955 to \$18 million in 1956, in the Chemical group which increased \$3 million from \$22 million in 1955 to \$25 million in 1956, in the Non-Metallic Mineral group which increased \$3 million from \$8 million in 1955 to \$11 million in 1956, in the Foods and Beverages group which increased \$2 million from \$23 million in 1955 to \$25 million in 1956, in the Electrical Apparatus and Supplies group which increased \$2 million from \$15 million in 1955 to \$17 million in 1956, and in the Other Manufacturing group which increased \$1 million from \$12 million in 1955 to \$13 million in 1956. The only industry group which did

not show a rise in profits before taxes from the first quarter of 1955 to the first quarter of 1956 was Rubber Products, a group which has been broken out of "Other Manufacturing Industries" and is now set forth as a separate table for the first time in this publication. This group showed an estimated profit before taxes of \$6 million for the first quarter of both 1955 and 1956.

An overall increase in profits before taxes of \$90 million, or 32 per cent, was estimated for the Manufacturing sector as a whole, from \$283 million in the first quarter of 1955 to \$373 million in the first quarter of 1956.

The Non-Manufacturing sector in total showed an increase of \$68 million, or 24 per cent, from \$287 million in the first quarter of 1955 to \$355 million for the same period in 1956. This estimated increase was reflected in all industry groups with the most sizeable change occurring in the Mining, Quarrying and Oil Wells group which increased \$26 million from \$82 million in the first quarter of 1955 to \$108 million in the first quarter of 1956. Wholesale Trade increased an estimated \$15 million from \$29 million in the first quarter of 1955 to \$44 million in the first quarter of 1956, Transportation, Storage and Communication increased an estimated \$12 million from \$45 million in the first quarter of 1955 to \$57 million in the first quarter of 1956, Other Non-Manufacturing increased an estimated \$7 million from \$12 million in the first quarter of 1955 to \$19 million in the first quarter of 1956, Public Utility Operation increased an estimated \$4 million from \$22 million in the first quarter of 1955 to \$26 million in the first quarter of 1956, Finance, Insurance and Real Estate increased an estimated \$2 million from \$68 million in the first quarter of 1955 to \$70 million in the first quarter of 1956, Retail Trade increased an estimated \$1 million from \$22 million in the first quarter of 1955 to \$23 million in the first quarter of 1956 and Service increased an estimated \$1 million from \$7 million in the first quarter of 1955 to \$8 million in the first quarter of 1956.

NOTE

With this issue the classification "Other Manufacturing Industries" has been divided into two groups as follows:

From	To
Other Manufacturing Industries	Rubber Products Other Manufacturing Industries

For details of published groupings see page 12.

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1954-1956

	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Mining, Quarrying and Oil Wells	45	62	61	63	231	82	93	91	94	360	108
Manufacturing:											
Foods and Beverages	37	46	45	41	169	23	54	57	45	179	25
Rubber Products	5	5	5	5	20	5	8	9	8	31	6
Textile Products	8	7	5	3	23	13	11	10	6	40	18
Wood and Paper Products	63	86	84	98	331	77	104	104	117	402	92
Iron and Steel Products	88	86	48	44	266	63	113	76	101	353	105
Non-Ferrous Metal Products	12	16	15	8	51	12	17	23	28	80	19
Electrical Apparatus and Supplies	16	13	13	16	58	15	13	19	26	73	17
Non-Metallic Mineral Products	6	22	26	12	66	8	31	35	21	95	11
Products of Petroleum and Coal	30	27	33	25	115	32	27	42	39	140	42
Chemical Products	18	21	26	19	84	22	27	33	22	104	25
Other Manufacturing Industries ¹	10	14	12	9	45	12	16	18	10	56	13
Total	293	343	312	280	1,228	283	421	426	423	1,553	373
Transportation, Storage and Communication	37	45	61	44	187	45	62	88	58	253	57
Public Utility Operation	17	15	12	18	62	22	16	12	18	68	26
Wholesale Trade	26	48	50	37	161	29	57	68	47	201	44
Retail Trade	23	42	35	42	142	22	51	48	58	179	23
Finance, Insurance and Real Estate	71	75	59	57	262	68	85	63	69	285	70
Service	11	12	14	8	45	7	11	15	9	42	8
Other Non-Manufacturing ²	10	22	28	12	72	12	23	36	10	81	19
Total All Industries	533	664	632	561	2,390	570	819	847	786	3,022	728

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 2. Summary - Quarterly Corporation Profits After Taxes, by Industry, 1954-1956

	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Mining, Quarrying and Oil Wells	28	38	37	38	141	53	60	58	60	231	73
Manufacturing:											
Foods and Beverages	18	23	22	20	83	11	28	29	23	91	12
Rubber Products	3	2	3	3	11	3	5	5	5	18	3
Textile Products	2	2	1	1	6	7	6	5	3	21	10
Wood and Paper Products	33	45	44	52	174	42	56	57	65	220	51
Iron and Steel Products	39	38	21	19	117	28	50	37	59	174	49
Non-Ferrous Metal Products	6	8	8	4	26	7	10	13	15	45	11
Electrical Apparatus and Supplies	8	6	6	8	28	8	7	10	14	39	9
Non-Metallic Mineral Products	3	12	14	6	35	4	15	15	12	46	6
Products of Petroleum and Coal	15	14	17	13	59	17	14	23	21	75	23
Chemical Products	10	11	14	10	45	13	16	19	12	60	15
Other Manufacturing Industries ¹	5	8	6	5	24	7	8	10	5	30	7
Total	142	169	156	141	608	147	215	223	234	819	196
Transportation, Storage and Communication	20	24	33	23	100	25	34	53	32	144	32
Public Utility Operation	9	8	6	10	33	12	9	6	10	37	15
Wholesale Trade	13	24	24	18	79	15	29	34	25	103	25
Retail Trade	11	20	17	21	69	11	26	27	34	98	12
Finance, Insurance and Real Estate	37	39	30	29	135	38	47	33	38	156	39
Service	6	7	8	4	25	3	5	9	5	22	4
Other Non-Manufacturing ²	5	12	16	7	40	6	12	22	6	46	11
Total All Industries	271	341	327	291	1,230	310	437	465	444	1,656	407

1. Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

2. Includes Agriculture, Forestry, Fishing and Construction.

TABLE 3. Quarterly Corporation Profits and Related Data, All Industries, 1954-1956

	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	777	938	898	861	3,474	831	1,107	1,138	1,104	4,180	1,014
Less: Depreciation	244	274	266	300	1,084	261	288	291	318	1,158	286
Profits Before Taxes	533	664	632	561	2,390	570	819	847	786	3,022	728
Less: Income Tax Liabilities....	262	323	305	270	1,160	260	382	382	342	1,366	321
Profits After Taxes	271	341	327	291	1,230	310	437	465	444	1,656	407

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1954-1956

Mining, Quarrying and Oil Wells											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales	309	326	335	361	1,331	387	399	417	448	1,651	437
Net Earnings	67	85	84	86	322	106	119	118	120	463	135
Less: Depreciation	22	23	23	23	91	24	26	27	26	103	27
Profits Before Taxes	45	62	61	63	231	82	93	91	94	360	108
Less: Income Tax Liabilities ..	17	24	24	25	90	29	33	33	34	129	35
Profits After Taxes	28	38	37	38	141	53	60	58	60	231	73
Depletion Charged	2	1	2	3	8	3	4	4	5	16	5
Foods and Beverages											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales	701	792	799	825	3,117	686	814	849	861	3,210	720
Net Earnings	50	59	58	57	224	37	68	71	62	238	40
Less: Depreciation	13	13	13	16	55	14	14	14	17	59	15
Profits Before Taxes	37	46	45	41	169	23	54	57	45	179	25
Less: Income Tax Liabilities....	19	23	23	21	86	12	26	28	22	88	13
Profits After Taxes	18	23	22	20	83	11	28	29	23	91	12
Rubber Products											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales	68	75	72	75	290	82	88	93	94	357	85
Net Earnings	7	7	7	7	28	8	10	11	11	40	9
Less: Depreciation	2	2	2	2	8	2	2	2	3	9	3
Profits Before Taxes	5	5	5	5	20	6	8	9	8	31	6
Less: Income Tax Liabilities....	2	3	2	2	9	3	3	4	3	13	3
Profits After Taxes	3	2	3	3	11	3	5	5	5	18	3

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, 1954-1956 -- Continued

	Textile Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	290	288	299	307	1,184	318	323	323	366	1,330	359
Net Earnings	13	14	12	10	49	18	18	17	13	66	24
Less: Depreciation	5	7	7	7	26	5	7	7	7	26	6
Profits Before Taxes	8	7	5	3	23	13	11	10	6	40	18
Less: Income Tax Liabilities ..	6	5	4	2	17	6	5	5	3	19	8
Profits After Taxes.....	2	2	1	1	6	7	6	5	3	21	10
	Wood and Paper Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	755	807	827	835	3,224	812	896	946	928	3,582	914
Net Earnings	89	114	114	128	445	105	132	136	149	522	123
Less: Depreciation	26	28	30	30	114	28	28	32	32	120	31
Profits Before Taxes	63	86	84	98	331	77	104	104	117	402	92
Less: Income Tax Liabilities ..	30	41	40	46	157	35	48	47	52	182	41
Profits After Taxes.....	33	45	44	52	174	42	56	57	65	220	51
Depletion Charged.....	2	3	2	2	9	2	3	2	2	9	2
	Iron and Steel Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	1,101	1,137	980	977	4,195	968	1,294	1,149	1,223	4,634	1,196
Net Earnings	119	118	81	75	393	92	145	109	136	482	137
Less: Depreciation	31	32	33	31	127	29	32	33	35	129	32
Profits Before Taxes	88	86	48	44	266	63	113	76	101	353	105
Less: Income Tax Liabilities ..	49	48	27	25	149	35	63	39	42	179	56
Profits After Taxes.....	39	38	21	19	117	28	50	37	59	174	49
	Non-Ferrous Metal Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	143	154	163	177	637	169	197	209	224	799	199
Net Earnings	23	29	27	29	108	30	33	40	47	150	32
Less: Depreciation	11	13	12	21	57	18	16	17	19	70	13
Profits Before Taxes	12	16	15	6	51	12	17	23	28	80	19
Less: Income Tax Liabilities ..	6	8	7	4	25	5	7	10	13	35	8
Profits After Taxes.....	6	8	8	4	26	7	10	13	15	45	11

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, 1954-1956 - Continued

	Electrical Apparatus and Supplies										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	241	245	244	293	1,023	258	252	284	329	1,123	289
Net Earnings.....	21	19	17	22	79	21	19	25	31	96	24
Less: Depreciation	5	6	4	6	21	6	6	6	5	23	7
Profits Before Taxes.....	16	13	13	16	58	15	13	19	26	73	17
Less: Income Tax Liabilities ..	8	7	7	8	30	7	6	9	12	34	8
Profits After Taxes	8	6	6	8	28	8	7	10	14	39	9
	Non-Metallic Mineral Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	92	114	139	131	476	102	140	175	154	571	126
Net Earnings.....	11	27	31	22	91	13	37	40	29	119	16
Less: Depreciation	5	5	5	10	25	5	6	5	8	24	5
Profits Before Taxes.....	6	22	26	12	66	8	31	35	21	95	11
Less: Income Tax Liabilities ..	3	10	12	6	31	4	16	20	9	49	5
Profits After Taxes	3	12	14	6	35	4	15	15	12	46	6
	Products of Petroleum and Coal										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	313	317	343	347	1,320	329	345	395	400	1,469	394
Net Earnings.....	45	44	51	45	185	48	45	61	59	213	60
Less: Depreciation	15	17	18	20	70	16	18	19	20	73	18
Profits Before Taxes.....	30	27	33	25	115	32	27	42	39	140	42
Less: Income Tax Liabilities ..	15	13	16	12	56	15	13	19	18	65	19
Profits After Taxes	15	14	17	13	59	17	14	23	21	75	23
	Chemical Products										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales	232	250	253	244	979	249	277	291	280	1,097	277
Net Earnings.....	28	33	36	28	125	32	38	43	34	147	35
Less: Depreciation	10	12	10	9	41	10	11	10	12	43	10
Profits Before Taxes.....	18	21	26	19	84	22	27	33	22	104	25
Less: Income Tax Liabilities ..	8	10	12	9	39	9	11	14	10	44	10
Profits After Taxes	10	11	14	10	45	13	16	19	12	60	15

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, 1954-1956 - Continued

	Other Manufacturing Industries*										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	158	163	172	164	657	165	174	192	186	717	182
Net Earnings	12	17	14	12	55	14	19	20	13	66	16
Less: Depreciation.....	2	3	2	3	10	2	3	2	3	10	3
Profits Before Taxes	10	14	12	9	45	12	16	18	10	56	13
Less: Income Tax Liabilities..	5	6	6	4	21	5	8	8	5	26	6
Profits After Taxes	5	8	6	5	24	7	8	10	5	30	7
	Total - Manufacturing										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	4,094	4,342	4,291	4,375	17,102	4,138	4,800	4,906	5,045	18,889	4,741
Net Earnings	418	481	448	435	1,782	418	564	573	584	2,139	516
Less: Depreciation.....	125	138	136	155	554	135	143	147	161	586	143
Profits Before Taxes	293	343	312	280	1,228	283	421	426	423	1,553	373
Less: Income Tax Liabilities..	151	174	156	139	620	136	206	203	189	734	177
Profits After Taxes	142	169	156	141	608	147	215	223	234	819	196
	Transportation, Storage and Communication										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	470	492	511	510	1,983	497	544	585	573	2,199	553
Net Earnings	72	83	101	89	345	83	101	131	109	424	104
Less: Depreciation.....	35	38	40	45	158	38	39	43	51	171	47
Profits Before Taxes	37	45	61	44	187	45	62	88	58	253	57
Less: Income Tax Liabilities..	17	21	28	21	87	20	28	35	26	109	25
Profits After Taxes	20	24	33	23	100	25	34	53	32	144	32
	Public Utility Operation										
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	(Millions of Dollars)										
Sales.....	73	66	61	74	274	81	71	65	81	298	91
Net Earnings	24	22	19	26	91	31	25	19	26	101	36
Less: Depreciation.....	7	7	7	8	29	9	9	7	8	33	10
Profits Before Taxes	17	15	12	18	62	22	16	12	18	68	26
Less: Income Tax Liabilities..	8	7	6	8	29	10	7	6	8	31	11
Profits After Taxes.....	9	8	6	10	33	12	9	6	10	37	15

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

2. Canadian Dividends Received are not included in profits.

* Other Manufacturing Industries includes Tobacco 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, 1954-1956 - Continued

Wholesale Trade											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales.....	1,511	1,832	1,812	1,861	7,015	1,548	1,971	2,065	2,191	7,775	1,796
Net Earnings	40	67	64	52	223	43	77	85	64	269	60
Less: Depreciation.....	14	19	14	15	62	14	20	17	17	68	16
Profits Before Taxes	26	48	50	37	161	29	57	68	47	201	44
Less: Income Tax Liabilities....	13	24	26	19	82	14	28	34	22	98	19
Profits After Taxes	13	24	24	18	79	15	29	34	25	103	25

Retail Trade											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Sales.....	1,435	1,657	1,557	1,623	6,272	1,455	1,865	1,751	1,795	6,866	1,583
Net Earnings	36	57	51	58	202	36	68	65	75	244	38
Less: Depreciation.....	13	15	16	16	60	14	17	17	17	65	15
Profits Before Taxes	23	42	35	42	142	22	51	48	58	179	23
Less: Income Tax Liabilities....	12	22	18	21	73	11	25	21	24	81	11
Profits After Taxes	11	20	17	21	69	11	26	27	34	98	12

Finance Insurance and Real Estate											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	83	87	69	69	308	80	98	74	82	334	83
Less: Depreciation.....	12	12	10	12	46	12	13	11	13	49	13
Profits Before Taxes	71	75	59	57	262	68	85	63	69	285	70
Less: Income Tax Liabilities....	34	36	29	28	127	30	38	30	31	129	31
Profits After Taxes	37	39	30	29	135	38	47	33	38	156	39

Service											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	17	18	21	15	71	14	17	23	16	70	15
Less: Depreciation.....	6	6	7	7	26	7	6	8	7	28	7
Profits Before Taxes	11	12	14	8	45	7	11	15	9	42	8
Less: Income Tax Liabilities....	5	5	6	4	20	4	6	6	4	20	4
Profits After Taxes	6	7	8	4	25	3	5	9	5	22	4

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, 1954-1956 - Concluded

Other Non-Manufacturing*											
	1954					1955					1956
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
(Millions of Dollars)											
Net Earnings	20	38	41	31	130	20	38	50	28	136	27
Less: Depreciation.....	10	16	13	19	58	8	15	14	18	55	8
Profits Before Taxes	10	22	28	12	72	12	23	36	10	81	19
Less: Income Tax Liabilities..	5	10	12	5	32	6	11	14	4	35	8
Profits After Taxes	5	12	16	7	40	6	12	22	6	46	11

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
Rubber Products.....	Rubber Products.....	236-239
Textile Products.....	Textile Products (except Clothing)	250-269
	Clothing (Textile and Fur)	270-279
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
	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.

