

c.2



STATISTICS STATISTIQUE
CANADA CANADA
JUN 17 2004
LIBRARY
BIBLIOTHÈQUE

CORPORATION PROFITS

SECOND QUARTER, 1958

Published by Authority of
The Honourable Gordon Churchill, Minister of Trade and Commerce

DOMINION BUREAU OF STATISTICS
General Assignments Division

6603-501-65

Price \$1.00 per year



STATISTISKE BUREAU
CANADA
LIBRARY
OTTAWA

ANNUAL REPORT

1911-12

Printed and Published by the Queen's Printer, Ottawa, 1912.

Price, 25 CENTS.

CORPORATION PROFITS

SECOND QUARTER, 1958

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, capital cost allowance, 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 three groups for which depletion charges are significant—mining, wood products and paper products—depletion charges are shown separately in the tables.

Capital cost allowance as outlined in the tables reflects the amount of depreciation claimed for income tax purposes, and, therefore, may not be comparable to the amounts as shown by corporations in their own books.

Income tax liabilities are estimated quarterly and are based on figures supplied by reporting companies. Adjustments are made to the quarterly estimates to cover losses in prior 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 paper 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 before income taxes were estimated at \$730 million for the second quarter of 1958, a decrease of \$124 million, or 14.5 per cent, from the second quarter, 1957, estimate of \$854 million. Cumulative profits before taxes for the six months ending June 30, 1958, amounted to an estimated \$1,270 million, a decrease of \$258 million, or 16.9 per cent, from the \$1,528 million estimated for the same period in 1957.

Income tax liabilities for the second quarter of 1958 were estimated at \$313 million, a decrease of \$56 million, or 15.2 per cent, from the second quarter, 1957, estimate of \$369 million. Income tax liabilities were estimated at \$584 million for the first six months of 1958, a decrease of \$116 million, or 17.5 per cent, from the \$664 million estimated for the first six months of the preceding year.

Corporation profits after taxes, as estimated for the second quarter of 1958, decreased \$68 million, or 14.0 per cent, from \$485 million in the second quarter of 1957 to \$417 million in the second quarter of 1958. Cumulative profits after taxes decreased an estimated \$142 million, or 16.4 per cent, from \$864 million for the six months ending June 30, 1957, to \$722 million for the same six months of 1958.

In the Manufacturing sector overall profits before taxes for the second quarter of 1958 showed a decrease of \$68 million, or 15.5 per cent, from \$440 million in 1957 to \$372 million in 1958. This decrease is reflected in all but three industry groups. Foods and Beverages increased \$6 million

from \$56 million in the second quarter of 1957 to \$62 million in the second quarter of 1958; Printing, Publishing and Allied Industries increased \$2 million from \$17 million to \$19 million and Chemical Products increased \$1 million from \$29 million to \$30 million. The Iron and Steel group decreased \$29 million from \$132 million to \$103 million, the Petroleum and Coal group decreased \$26 million from \$39 million to \$13 million, the Paper group decreased \$6 million from \$64 million to \$58 million, the Electrical Apparatus group decreased \$6 million from \$18 million to \$12 million, the Non-Metallic group decreased \$3 million from \$20 million to \$17 million, the Non-Ferrous group decreased \$3 million from \$10 million to \$7 million, the Textile group decreased \$2 million from \$10 million to \$8 million, the Wood group decreased \$1 million from \$21 million to \$20 million and the Rubber group decreased \$1 million from \$8 million to \$7 million.

The Non-Manufacturing sector showed an overall decrease in profits before taxes of \$56 million, or 13.5 per cent, in the second quarter of 1958, from \$414 million in 1957 to \$358 million in 1958. The most sizeable decrease occurred in the Mining group which dropped \$29 million from \$70 million to \$41 million. The Transportation group decreased \$15 million from \$67 million to \$52 million, the Wholesale Trade group decreased \$12 million from \$74 million to \$62 million, the Finance group decreased \$3 million from \$92 million to \$89 million and the Service group decreased \$1 million from \$19 million to \$18 million. The Other Non-Manufacturing group increased \$3 million from \$22 million to \$25 million and the Public Utility group increased \$1 million from \$14 million to \$15 million.

[Faint, illegible table with multiple columns and rows, likely containing financial data.]

TABLE 1. Summary - Quarterly Corporation Profits Before Taxes, by Industry, 1957-1958

	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Mining, Quarrying and Oil Wells	73	70	71	51	265	45	41	86	143
Manufacturing:									
Foods and Beverages	38	56	69	62	225	40	62	102	94
Rubber Products	5	8	6	4	23	1	7	8	13
Textile Products	15	10	10	10	45	10	8	18	25
Wood Products	7	21	22	5	55	7	20	27	28
Paper Products	50	64	58	59	231	48	58	106	114
Printing, Publishing and Allied Industries	12	17	10	14	53	12	19	31	29
Iron and Steel Products	115	132	103	92	442	75	103	178	247
Non-Ferrous Metal Products	12	10	5	8	35	5	7	12	22
Electrical Apparatus and Supplies	15	18	16	15	64	16	12	28	33
Non-Metallic Mineral Products	8	20	22	13	63	7	17	24	28
Products of Petroleum and Coal	44	39	43	31	157	23	13	36	83
Chemical Products	21	29	25	19	94	20	30	50	50
Other Manufacturing Industries ¹	13	16	19	17	65	14	16	30	29
Total	355	440	408	349	1,552	278	372	650	795
Transportation, Storage and Communication ...	37	67	67	51	222	29	52	81	104
Public Utility Operation	21	14	11	16	62	22	15	37	35
Wholesale Trade	49	74	70	53	246	32	62	94	123
Retail Trade	32	56	54	59	201	33	56	89	88
Finance, Insurance and Real Estate	85	92	75	84	336	78	89	167	177
Service	12	19	19	11	61	11	18	29	31
Other Non-Manufacturing ²	10	22	28	18	78	12	25	37	32
Total All Industries	674	854	803	692	3,023	540	730	1,270	1,528

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, 1957-1958

	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Mining, Quarrying and Oil Wells	46	47	47	33	173	31	33	64	93
Manufacturing:									
Foods and Beverages	21	31	38	34	124	21	34	55	52
Rubber Products	3	5	3	2	13	-	4	4	8
Textile Products	10	7	7	6	30	6	5	11	17
Wood Products	4	12	11	3	30	4	12	16	16
Paper Products	27	35	32	34	128	26	31	57	62
Printing, Publishing and Allied Industries	6	10	5	8	29	7	11	18	16
Iron and Steel Products	65	73	54	48	240	42	56	98	138
Non-Ferrous Metal Products	6	6	3	4	19	3	4	7	12
Electrical Apparatus and Supplies	8	9	9	8	34	9	6	15	17
Non-Metallic Mineral Products	4	11	12	7	34	4	9	13	15
Products of Petroleum and Coal	25	21	23	23	92	12	4	16	46
Chemical Products	13	17	14	11	55	12	17	29	30
Other Manufacturing Industries ¹	7	9	11	11	38	7	9	16	16
Total	199	246	222	199	866	153	202	355	445
Transportation, Storage and Communication ...	20	39	39	27	125	15	29	44	59
Public Utility Operation	11	8	6	9	34	12	8	20	19
Wholesale Trade	27	40	38	28	133	17	36	53	67
Retail Trade	17	31	31	31	110	18	33	51	48
Finance, Insurance and Real Estate	46	50	40	48	184	46	50	96	96
Service	7	11	10	6	34	6	12	18	18
Other Non-Manufacturing ²	6	13	16	11	46	7	14	21	19
Total All Industries	379	485	449	392	1,705	305	417	722	864

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, 1957-1958

	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Net Earnings	1,076	1,278	1,235	1,136	4,725	963	1,161	2,124	2,354
Less: Capital Cost Allowance	402	424	432	444	1,702	423	431	854	826
Profits Before Taxes	674	854	803	692	3,023	540	730	1,270	1,528
Less: Income Tax Liabilities	295	369	354	300	1,318	235	313	548	664
Profits After Taxes	379	485	449	392	1,705	305	417	722	864

TABLE 4. Quarterly Corporation Profits and Related Data by Industry, 1957-1958

	Mining, Quarrying and Oil Wells								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	506	543	487	521	2,057	468	493	961	1,049
Net Earnings	114	117	119	100	450	99	94	193	211
Less: Capital Cost Allowance	41	47	48	49	185	54	53	107	88
Profits Before Taxes	73	70	71	51	265	45	41	86	143
Less: Income Tax Liabilities	27	23	24	18	92	14	8	22	50
Profits After Taxes	46	47	47	33	173	31	33	64	93
Depletion Charged	7	8	8	8	31	6	6	12	15
	Foods and Beverages								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	880	976	1,040	1,021	3,917	925	1,043	1,968	1,856
Net Earnings	56	74	88	80	298	59	80	139	130
Less: Capital Cost Allowance	18	18	19	18	73	19	18	37	36
Profits Before Taxes	38	56	69	62	225	40	62	102	94
Less: Income Tax Liabilities	17	25	31	28	101	19	28	47	42
Profits After Taxes	21	31	38	34	124	21	34	55	52
	Rubber Products								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales	89	101	96	88	374	77	97	174	190
Net Earnings	8	12	10	7	37	4	11	15	20
Less: Capital Cost Allowance	3	4	4	3	14	3	4	7	7
Profits Before Taxes	5	8	6	4	23	1	7	8	13
Less: Income Tax Liabilities	2	3	3	2	10	1	3	4	5
Profits After Taxes	3	5	3	2	13	-	4	4	8

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, 1957-1958 - Continued

	Textile Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	378	375	374	388	1,515	353	363	716	753	
Net Earnings	23	17	19	18	77	18	15	33	40	
Less: Capital Cost Allowance	8	7	9	8	32	8	7	15	15	
Profits Before Taxes	15	10	10	10	45	10	8	18	25	
Less: Income Tax Liabilities	5	3	3	4	15	4	3	7	8	
Profits After Taxes	10	7	7	6	30	6	5	11	17	
	Wood Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	321	406	439	331	1,497	321	416	737	727	
Net Earnings	18	33	32	17	100	19	31	50	51	
Less: Capital Cost Allowance	11	12	10	12	45	12	11	23	23	
Profits Before Taxes	7	21	22	5	55	7	20	27	28	
Less: Income Tax Liabilities	3	9	11	2	25	3	8	11	12	
Profits After Taxes	4	12	11	3	30	4	12	16	16	
Depletion Charged	1	2	2	1	6	1	2	3	3	
	Paper Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	463	489	544	487	1,983	446	477	923	952	
Net Earnings	75	90	84	84	333	73	84	157	165	
Less: Capital Cost Allowance	25	26	26	25	102	25	26	51	51	
Profits Before Taxes	50	64	58	59	231	48	58	106	114	
Less: Income Tax Liabilities	23	29	26	25	103	22	27	49	52	
Profits After Taxes	27	35	32	34	128	26	31	57	62	
Depletion Charged	1	1	1	1	4	1	1	2	2	
	Printing, Publishing and Allied Industries									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	154	170	159	176	659	158	176	334	324	
Net Earnings	16	21	15	20	72	16	24	40	37	
Less: Capital Cost Allowance	4	4	5	6	19	4	5	9	8	
Profits Before Taxes	12	17	10	14	53	12	19	31	29	
Less: Income Tax Liabilities	6	7	5	6	24	5	8	13	13	
Profits After Taxes	6	10	5	8	29	7	11	18	16	

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, 1957-1958 -- Continued

	Iron and Steel Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	1,448	1,510	1,474	1,398	5,830	1,265	1,430	2,695	2,958	
Net Earnings	168	181	150	137	636	123	154	277	349	
Less: Capital Cost Allowance	53	49	47	45	194	48	51	99	102	
Profits Before Taxes	115	132	103	92	442	75	103	178	247	
Less: Income Tax Liabilities	50	59	49	44	202	33	47	80	109	
Profits After Taxes	65	73	54	48	240	42	56	98	138	
	Non-Ferrous Metal Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	194	182	169	186	731	163	174	337	376	
Net Earnings	32	28	17	29	106	20	20	40	60	
Less: Capital Cost Allowance	20	18	12	21	71	15	13	28	38	
Profits Before Taxes	12	10	5	8	35	5	7	12	22	
Less: Income Tax Liabilities	6	4	2	4	16	2	3	5	10	
Profits After Taxes	6	6	3	4	19	3	4	7	12	
	Electrical Apparatus and Supplies									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	315	338	318	338	1,309	299	299	598	653	
Net Earnings	22	26	23	22	93	23	20	43	48	
Less: Capital Cost Allowance	7	8	7	7	29	7	8	15	15	
Profits Before Taxes	15	18	16	15	64	16	12	28	33	
Less: Income Tax Liabilities	7	9	7	7	30	7	6	13	16	
Profits After Taxes	8	9	9	8	34	9	6	15	17	
	Non-Metallic Mineral Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	102	140	162	141	545	100	140	240	242	
Net Earnings	13	26	29	22	90	12	23	35	39	
Less: Capital Cost Allowance	5	6	7	9	27	5	6	11	11	
Profits Before Taxes	8	20	22	13	63	7	17	24	28	
Less: Income Tax Liabilities	4	9	10	6	29	3	8	11	13	
Profits After Taxes	4	11	12	7	34	4	9	13	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, 1957-1958 - Continued

	Products of Petroleum and Coal									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	523	532	544	555	2,154	499	522	1,021	1,055	
Net Earnings	68	62	68	60	258	48	36	84	130	
Less: Capital Cost Allowance	24	23	25	29	101	25	23	48	47	
Profits Before Taxes	44	39	43	31	157	23	13	36	83	
Less: Income Tax Liabilities	19	18	20	8	65	11	9	20	37	
Profits After Taxes	25	21	23	23	92	12	4	16	46	
	Chemical Products									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	301	343	327	312	1,283	314	365	679	644	
Net Earnings	33	40	38	33	144	33	43	76	73	
Less: Capital Cost Allowance	12	11	13	14	50	13	13	26	23	
Profits Before Taxes	21	29	25	19	94	20	30	50	50	
Less: Income Tax Liabilities	8	12	11	8	39	8	13	21	20	
Profits After Taxes	13	17	14	11	55	12	17	29	30	
	Other Manufacturing Industries*									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	189	209	213	206	817	196	215	411	398	
Net Earnings	16	19	22	20	77	17	19	36	35	
Less: Capital Cost Allowance	3	3	3	3	12	3	3	6	6	
Profits Before Taxes	13	16	19	17	65	14	16	30	29	
Less: Income Tax Liabilities	6	7	8	6	27	7	7	14	13	
Profits After Taxes	7	9	11	11	38	7	9	16	16	
	Total - Manufacturing									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Sales	5,357	5,771	5,859	5,627	22,614	5,116	5,717	10,833	11,128	
Net Earnings	548	629	595	549	2,321	465	560	1,025	1,177	
Less: Capital Cost Allowance	193	189	187	200	769	187	188	375	382	
Profits Before Taxes	355	440	408	349	1,552	278	372	650	795	
Less: Income Tax Liabilities	156	194	186	150	686	125	170	295	350	
Profits After Taxes	199	246	222	199	866	153	202	355	445	

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, 1957-1958 -- Continued

	Transportation, Storage and Communication								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales.....	528	648	656	623	2,455	533	618	1,151	1,176
Net Earnings	115	157	164	143	579	114	136	250	272
Less: Capital Cost Allowance	78	90	97	92	357	85	84	169	168
Profits Before Taxes	37	67	67	51	222	29	52	81	104
Less: Income Tax Liabilities.....	17	28	28	24	97	14	23	37	45
Profits after Taxes.....	20	39	39	27	125	15	29	44	59
	Public Utility Operation								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales.....	98	84	77	94	353	108	92	200	182
Net Earnings	36	29	26	31	122	39	32	71	65
Less: Capital Cost Allowance	15	15	15	15	60	17	17	34	30
Profits Before Taxes	21	14	11	16	62	22	15	37	35
Less: Income Tax Liabilities.....	10	6	5	7	28	10	7	17	16
Profits After Taxes	11	8	6	9	34	12	8	20	19
	Wholesale Trade								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales.....	2,070	2,451	2,461	2,347	9,329	1,956	2,354	4,310	4,521
Net Earnings	68	93	87	71	319	53	83	136	161
Less: Capital Cost Allowance	19	19	17	18	73	21	21	42	38
Profits Before Taxes	49	74	70	53	246	32	62	94	123
Less: Income Tax Liabilities	22	34	32	25	113	15	26	41	56
Profits After Taxes	27	40	38	28	133	17	36	53	67
	Retail Trade								
	1957					1958		6 mos. 1958	6 mos. 1957
	1Q	2Q	3Q	4Q	Total	1Q	2Q		
	millions of dollars								
Sales.....	1,771	1,993	1,933	2,004	7,701	1,830	2,050	3,880	3,764
Net Earnings	48	73	72	78	271	50	74	124	121
Less: Capital Cost Allowance	16	17	18	19	70	17	18	35	33
Profits Before Taxes	32	56	54	59	201	33	56	89	88
Less: Income Tax Liabilities.....	15	25	23	28	91	15	23	38	40
Profits After Taxes	17	31	31	31	110	18	33	51	48

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, 1957-1958 - Concluded

	Finance, Insurance and Real Estate									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	103	110	90	101	404	97	109	206	213	
Less: Capital Cost Allowance	18	18	15	17	68	19	20	39	36	
Profits Before Taxes	85	92	75	84	336	78	89	167	177	
Less: Income Tax Liabilities	39	42	35	36	152	32	39	71	81	
Profits After Taxes	46	50	40	48	184	46	50	96	96	
	Service									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	22	31	31	24	108	21	30	51	53	
Less: Capital Cost Allowance	10	12	12	13	47	10	12	22	22	
Profits Before Taxes	12	19	19	11	61	11	18	29	31	
Less: Income Tax Liabilities	5	8	9	5	27	5	6	11	13	
Profits After Taxes	7	11	10	6	34	6	12	18	18	
	Other Non-Manufacturing*									
	1957					1958		6 mos. 1958	6 mos. 1957	
	1Q	2Q	3Q	4Q	Total	1Q	2Q			
	millions of dollars									
Net Earnings	22	39	51	39	151	25	43	68	61	
Less: Capital Cost Allowance	12	17	23	21	73	13	18	31	29	
Profits Before Taxes	10	22	28	18	78	12	25	37	32	
Less: Income Tax Liabilities	4	9	12	7	32	5	11	16	13	
Profits After Taxes	6	13	16	11	46	7	14	21	19	

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.



1010544412

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 Products	Wood Products	280 - 289
Paper Products	Paper Products	290 - 299
Printing, Publishing and Allied Industries	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.