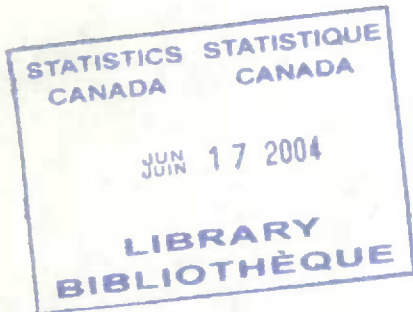


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CORPORATION PROFITS
FIRST QUARTER 1966

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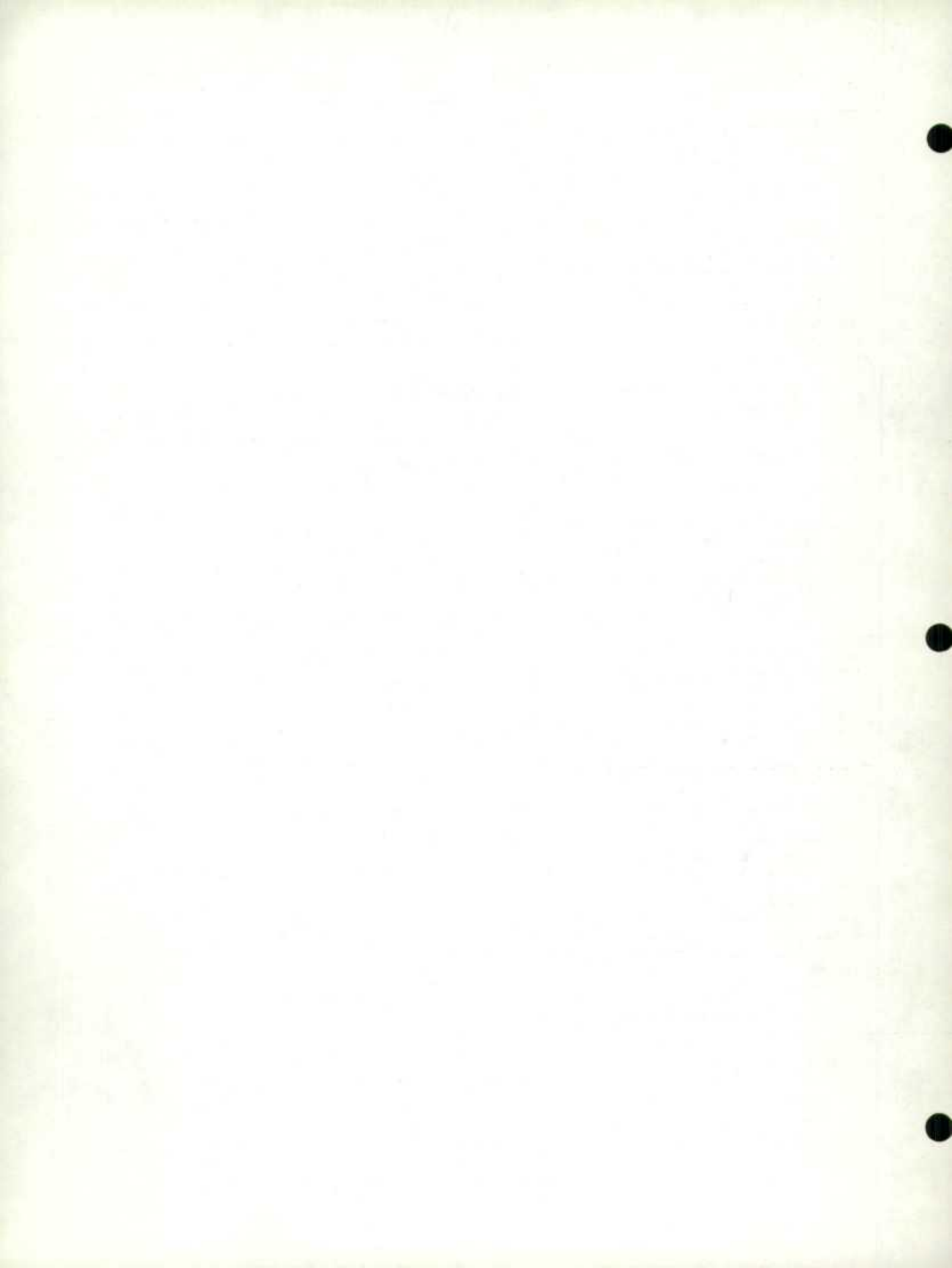
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CORPORATION PROFITS

FIRST QUARTER 1966

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. 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 based on figures supplied by reporting companies.

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

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.

TABLE 1. Seasonally Adjusted Quarterly Corporation Profits Before Taxes, by Industry, 1964 - 66

	1964					1965					1966	
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q	
	millions of dollars											
Mines, Quarries and Oil Wells.....	131	133	145	195	604	142	153	155	152	602	151	
Manufacturing Industries:												
Food and Beverage Industries.....	83	82	88	90	343	93	93	92	92	370	99	
Rubber Industries.....	6	8	7	6	27	7	7	8	10	32	9	
Textile Industries.....	24	23	21	19	87	22	21	23	20	86	25	
Wood Industries.....	37	33	31	38	139	27	25	32	35	119	52	
Paper and Allied Industries.....	76	67	65	68	276	65	62	58	50	235	38	
Printing, Publishing and Allied Industries	20	20	20	18	78	23	24	21	20	88	23	
Primary Metal Industries.....	194	183	170	130	677	194	189	203	192	778	219	
Metal Fabricating Industries.....												
Machinery Industries.....												
Transportation Equipment Industries.....	24	22	25	26	97	28	24	28	31	111	30	
Electrical Products Industries.....	20	19	21	21	81	20	27	25	24	96	21	
Non-metallic Mineral Products Industries	28	33	31	26	118	31	35	35	30	131	37	
Petroleum and Coal Products Industries....	52	53	49	57	211	51	56	57	56	220	65	
Chemical and Chemical Products Industries	21	23	21	24	89	26	26	25	28	105	29	
Other Manufacturing Industries ¹	Totals	585	566	549	523	2,223	587	589	607	588	2,371	647
Totals	107	116	123	144	490	121	127	132	156	536	130	
Transportation.....												
Storage.....												
Communication.....	15	19	17	23	74	22	21	24	25	92	25	
Electric Power, Gas and Water Utilities.....	83	84	85	93	345	89	93	92	104	378	121	
Wholesale Trade.....	69	65	67	71	272	72	77	86	77	312	80	
Retail Trade.....	132	156	156	163	607	167	159	175	159	660	154	
Finance, Insurance and Real Estate.....	31	30	31	33	125	37	36	41	38	152	52	
Service Industries.....	20	20	20	19	79	23	23	24	26	96	15	
Other Non-manufacturing ²	Totals, All Industries	1,173	1,189	1,193	1,264	4,819	1,260	1,278	1,336	1,325	5,199	1,363

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

Corporation Profits - First Quarter 1966

Seasonally adjusted corporation profits before taxes increased approximately 3 per cent from the fourth quarter of 1965 to the first quarter of 1966.

Profits in the Manufacturing sector increased by 10 per cent, from \$588 million in the fourth quarter of 1965 to \$647 million in the first quarter of 1966. Within the sector the most marked increase occurred in the Wood Industries where profits rose by 48.6 per cent from \$35 million to \$52 million. Other marked increases were as follows: Textile, 25 per cent from \$20 million to \$25 million; Petroleum and Coal Products, 23.3 per cent from \$30 million to \$37 million; Chemical and Chemical Products, 16 per cent from \$56 million to \$65 million; Printing, Publishing and Allied Industries, 15 per cent from \$20 million to \$23 million; the Metal Industry including four major groups - Primary Metal, Metal Fabricating, Machinery and Transportation Equipment, 14 per

cent from \$192 million to \$219 million and Food and Beverage, 7.6 per cent from \$92 million to \$99 million. Partly offsetting the increase occurring in the fore-mentioned industries were noticeable declines occurring in the Paper and Allied Industries of 24 per cent from \$50 million to \$38 million and in the Non-metallic Mineral Products of 12.5 per cent from \$24 million to \$21 million. The Rubber Industries, Electrical Products Industries and Other Manufacturing Industries remained relatively unchanged.

The group of industries lying outside the Manufacturing sector, in total, declined by 2.8 per cent from \$737 million to \$716 million in profits before taxes from the fourth quarter of 1965 to the first quarter of 1966. The same divergent trends found within individual manufacturing industries are to be seen in this area also. Services Industries increased

sharply by 37 per cent and also a noticeable increase of 16.3 per cent occurring in the Wholesale Trade. Retail Trade recorded a rise of about 4 per cent.

Of those industries showing a decline in profits before taxes, the most sizeable occurred in Other Non-manufacturing (Agriculture, Forestry, Fishing and Construction) and Transportation, Storage and

Communication, which dropped by 42.3 and 23 per cent respectively. Electric Power, Gas and Water Utilities declined by 8 per cent and Finance, Insurance and Real Estate by 3 per cent. Mines, Quarries and Oil Wells decreased by less than 1 per cent from \$152 million in the fourth quarter of 1965 to \$151 million in the first quarter of 1966.

Notes on Seasonally Adjusted Corporate Profits Data

Estimates of seasonally adjusted corporate profits before taxes in industry detail are presented in this publication in order to facilitate the interpretation of underlying trends in the data. The profits of most Canadian industries show clearly defined seasonal patterns due to the influence of variety of climatic and institutional factors such as the freezing of the Seaway during the winter months or the heavy consumer buying associated with the Christmas season. In dealing with time series in which such seasonal fluctuations occur, it is usually difficult to detect the basic underlying movements of the data since these are often obscured by the regular, repetitive seasonal pattern. Although the process of seasonal adjustment designed to "eliminate" such patterns can be carried out in approximate terms only, the resulting seasonally adjusted data do provide an important aid in the analysis of time series. By eliminating the seasonal movements, the underlying trend-cycle can be brought into sharper focus and studied in isolation.

The process of seasonal adjustment used in this table is essentially similar to that used in many other seasonally adjusted data published by DBS. Briefly the process is as follows: run a four quarter centered moving average through each series to be adjusted; on a chart plot the deviations of the original observations from the moving average for each of the first, second, third and fourth quarters; fit a curve to these deviations and from this read off the average deviations (seasonal factors) for each of the first, second, third and fourth quarters. The seasonally adjusted data are derived by dividing the original observations by the average seasonal factors determined as above. A fuller description of the problems and methods of seasonal adjustment is contained in *Seasonally Adjusted Economic Indicators, 1947-1955 (An Outline of Problems and Methods)* published as No. 77 in the Reference Paper series of the Dominion Bureau of Statistics.

TABLE 2. Summary of Quarterly Corporation Profits Before Taxes, by Industry, 1964 - 66

	1964					1965					1966
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
millions of dollars											
Mines, Quarries and Oil Wells	117	137	150	200	604	126	158	160	158	602	133
Manufacturing Industries:											
Food and Beverage Industries	66	76	100	101	343	77	85	105	103	370	84
Rubber Industries	1	12	6	8	27	1	12	7	12	32	3
Textile Industries	22	23	15	27	87	21	21	17	27	86	24
Wood Industries	21	38	49	31	139	14	27	49	29	119	28
Paper and Allied Industries	62	76	67	71	276	55	69	58	53	235	31
Printing, Publishing and Allied Industries...	18	24	18	18	78	21	29	19	19	88	23
Primary Metal Industries	45	54	56	24	179	51	60	66	57	234	66
Metal Fabricating Industries	21	28	33	41	123	23	33	37	57	150	29
Machinery Industries	36	42	35	43	156	41	41	35	43	160	48
Transportation Equipment Industries	94	111	- 6	20	219	83	112	4	35	234	80
Electrical Products Industries	17	22	22	36	97	20	24	24	43	111	22
Non-metallic Mineral Products Industries ...	5	21	31	24	81	5	29	35	27	96	6
Petroleum and Coal Products Industries	27	25	32	34	118	31	28	35	37	131	36
Chemical and Chemical Products Industries	40	66	55	50	211	38	70	64	48	220	50
Other Manufacturing Industries ¹	17	22	21	29	89	21	25	24	35	105	25
Totals	492	640	534	557	2,223	502	665	579	625	2,371	555
Transportation	29	67	88	100	284	32	71	88	115	306	25
Storage	3	2	6	5	16	2	1	8	5	16	1
Communication	41	44	51	54	190	48	50	58	58	214	51
Electric Power, Gas and Water Utilities	34	18	-	22	74	43	20	5	24	92	44
Wholesale Trade	59	94	90	102	345	64	104	95	115	378	88
Retail Trade	44	68	56	104	272	46	79	74	113	312	51
Finance, Insurance and Real Estate	120	185	159	143	607	152	193	175	140	660	136
Service Industries	24	34	40	27	125	29	40	52	31	152	42
Other Non-manufacturing ²	9	24	30	16	79	11	28	36	21	96	7
Totals, All Industries	972	1,313	1,204	1,330	4,819	1,055	1,409	1,330	1,405	5,199	1,133

See footnotes below.

TABLE 3. Summary of Quarterly Corporation Profits After Taxes, by Industry, 1964 - 66

	1964					1965					1966
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
	millions of dollars										
Mines, Quarries and Oil Wells	80	99	108	157	444	90	110	115	113	428	97
Manufacturing Industries:											
Food and Beverage Industries	35	42	56	56	189	40	45	60	59	204	45
Rubber Industries	-	8	4	6	18	-	7	4	7	18	1
Textile Industries	14	15	10	16	55	14	14	12	18	58	17
Wood Industries	9	20	31	17	77	8	13	31	15	67	19
Paper and Allied Industries	31	40	30	36	137	26	38	20	27	111	15
Printing, Publishing and Allied Industries	9	15	9	10	43	11	19	9	10	49	12
Primary Metal Industries	25	33	38	18	114	27	33	48	43	151	48
Metal Fabricating Industries	10	17	18	25	70	10	18	19	35	82	11
Machinery Industries	22	26	19	24	91	26	27	18	25	96	32
Transportation Equipment	54	65	- 4	12	127	50	62	6	13	131	46
Electrical Products Industries	8	12	13	19	52	10	14	15	25	64	11
Non-metallic Mineral Products Industries	2	11	17	14	44	2	17	21	18	58	3
Petroleum and Coal Products Industries	15	15	19	26	75	18	17	25	25	85	23
Chemical and Chemical Products Industries	24	37	30	29	120	22	41	35	27	125	29
Other Manufacturing Industries ¹	9	11	11	16	47	11	14	12	19	56	13
Totals	267	367	301	324	1,259	275	379	335	366	1,355	325
Transportation	19	40	51	70	180	22	42	48	70	182	46
Storage	2	1	4	-	7	1	-	5	-	6	1
Communication	19	21	24	28	92	22	24	28	30	104	33
Electric Power, Gas and Water Utilities	17	8	-	11	36	23	9	3	13	48	24
Wholesale Trade	34	54	53	57	198	38	57	56	60	211	55
Retail Trade	25	38	30	55	148	26	44	41	56	167	30
Finance, Insurance and Real Estate	64	119	98	72	353	90	128	112	74	404	77
Service Industries	15	23	26	18	82	18	27	32	21	98	30
Other Non-manufacturing ²	2	8	9	5	24	3	9	11	9	32	3
Totals, All Industries	544	778	704	797	2,823	608	829	786	812	3,035	681

¹ Includes Tobacco, Leather and Miscellaneous Manufacturing Industries.

² Includes Agriculture, Forestry, Fishing and Construction.

TABLE 4. Quarterly Corporation Profits and Related Data, All Industries, 1964 - 66

	1964					1965					1966
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
	millions of dollars										
Net Earnings	1,621	1,999	1,898	2,088	7,606	1,774	2,187	2,101	2,253	8,315	1,912
Less: Capital Cost Allowance	649	686	694	758	2,787	719	778	771	848	3,116	779
Profits Before Taxes	972	1,313	1,204	1,330	4,819	1,055	1,409	1,330	1,405	5,199	1,133
Less: Income Tax Liabilities	428	535	500	533	1,996	447	580	544	593	2,164	452
Profits After Taxes	544	778	704	797	2,823	608	829	786	812	3,035	681

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1964 - 66

	Mines, Quarries and Oil Wells										
	1964					1965					1966
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
	millions of dollars										
Sales	780	850	834	850	3,314	850	896	866	901	3,513	939
Net Earnings	182	215	215	260	872	201	246	228	218	893	209
Less: Capital Cost Allowance	65	78	65	60	268	75	88	68	60	291	76
Profits Before Taxes	117	137	150	200	604	126	158	160	158	602	133
Less: Income Tax Liabilities	37	38	42	43	160	36	48	45	45	174	36
Profits After Taxes	80	99	108	157	444	90	110	115	113	428	97
Depletion Charged	14	15	12	15	56	16	18	16	20	70	18
	Food and Beverage Industries										
	1964					1965					1966
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
	millions of dollars										
Sales	1,369	1,519	1,559	1,645	6,092	1,396	1,572	1,612	1,799	6,379	1,541
Net Earnings	94	110	137	136	477	111	121	148	140	520	115
Less: Capital Cost Allowance	28	34	37	35	134	34	36	43	37	150	31
Profits Before Taxes	66	76	100	101	343	77	85	105	103	370	84
Less: Income Tax Liabilities	31	34	44	45	154	37	40	45	44	166	39
Profits After Taxes	35	42	56	56	189	40	45	60	59	204	45
	Rubber Industries										
	1964					1965					1966
	1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total	1 Q
	millions of dollars										
Sales	105	138	127	145	515	115	152	159	176	602	141
Net Earnings	5	17	11	13	46	6	18	12	18	54	10
Less: Capital Cost Allowance	4	5	5	5	19	5	6	5	6	22	7
Profits Before Taxes	1	12	6	8	27	1	12	7	12	32	3
Less: Income Tax Liabilities	1	4	2	2	9	1	5	3	5	14	2
Profits After Taxes	-	8	4	6	18	-	7	4	7	18	1

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

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1964 - 66 - Continued

	Textile Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	579	597	578	649	2,403	600	634	616	713	2,563	672
Net Earnings	38	39	29	47	153	38	46	34	58	176	42
Less: Capital Cost Allowance	16	16	14	20	66	17	25	17	31	90	18
Profits Before Taxes	22	23	15	27	87	21	21	17	27	86	24
Less: Income Tax Liabilities	8	8	5	11	32	7	7	5	9	28	7
Profits After Taxes	14	15	10	16	55	14	14	12	18	58	17
	Wood Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	414	472	549	609	2,044	413	465	610	643	2,131	590
Net Earnings	50	66	75	56	247	45	60	83	59	247	56
Less: Capital Cost Allowance	29	28	26	25	108	31	33	34	30	128	28
Profits Before Taxes	21	38	49	31	139	14	27	49	29	119	28
Less: Income Tax Liabilities	12	18	18	14	62	6	14	18	14	52	9
Profits After Taxes	9	20	31	17	77	8	13	31	15	67	19
Depletion Charged	2	2	2	2	8	2	2	2	2	8	2
	Paper and Allied Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	584	632	634	654	2,504	623	668	673	689	2,653	699
Net Earnings	107	118	115	116	456	104	119	116	113	452	102
Less: Capital Cost Allowance	45	42	48	45	180	49	50	58	60	217	71
Profits Before Taxes	62	76	67	71	276	55	69	58	53	235	31
Less: Income Tax Liabilities	31	36	37	35	139	29	31	38	26	124	16
Profits After Taxes	31	40	30	36	137	26	38	20	27	111	15
Depletion charged	1	2	2	2	7	1	2	2	2	7	2
	Printing, Publishing and Allied Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	239	259	252	280	1,030	260	291	267	314	1,132	325
Net Earnings	28	30	26	33	117	34	37	28	40	139	37
Less: Capital Cost Allowance	10	6	8	15	39	13	8	9	21	51	14
Profits Before Taxes	18	24	18	18	78	21	29	19	19	88	23
Less: Income Tax Liabilities	9	9	9	8	35	10	10	10	9	39	11
Profits After Taxes	9	15	9	10	43	11	19	9	10	49	12

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

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1964 - 66 - Continued

	Primary Metal Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	556	529	709	701	2,495	619	594	760	819	2,792	672
Net Earnings	96	116	103	110	425	102	130	116	144	492	119
Less: Capital Cost Allowance	51	62	47	86	246	51	70	50	87	258	53
Profits Before Taxes	45	54	56	24	179	51	60	66	57	234	66
Less: Income Tax Liabilities	20	21	18	6	65	24	27	18	14	83	18
Profits After Taxes	25	33	38	18	114	27	33	48	43	151	48
	Metal Fabricating Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	513	538	582	629	2,262	566	661	679	766	2,672	713
Net Earnings	30	40	49	68	187	33	47	55	87	222	42
Less: Capital Cost Allowance	9	12	16	27	64	10	14	18	30	72	13
Profits Before Taxes	21	28	33	41	123	23	33	37	57	150	29
Less: Income Tax Liabilities	11	11	15	16	53	13	15	18	22	68	18
Profits After Taxes	10	17	18	25	70	10	18	19	35	82	11
	Machinery Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	354	446	451	469	1,720	407	469	503	538	1,917	491
Net Earnings	49	54	50	56	209	55	53	49	59	216	64
Less: Capital Cost Allowance	13	12	15	13	53	14	12	14	16	56	16
Profits Before Taxes	36	42	35	43	156	41	41	35	43	160	48
Less: Income Tax Liabilities	14	16	16	19	65	15	14	17	18	64	16
Profits After Taxes	22	26	19	24	91	26	27	18	25	96	32
	Transportation Equipment Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	941	1,063	599	849	3,452	1,048	1,290	771	1,367	4,476	1,241
Net Earnings	107	133	20	45	305	101	137	27	64	329	101
Less: Capital Cost Allowance	13	22	26	25	86	18	25	23	29	95	21
Profits Before Taxes	94	111	- 6	20	219	83	112	4	35	234	80
Less: Income Tax Liabilities	40	46	- 2	8	92	33	50	- 2	22	103	34
Profits After Taxes	54	65	- 4	12	127	50	62	6	13	131	46

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

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1964 - 66 - Continued

	Electrical Products Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	422	480	470	601	1,973	480	532	524	701	2,237	558
Net Earnings	32	36	39	57	164	38	40	45	70	193	46
Less: Capital Cost Allowance....	15	14	17	21	67	18	16	21	27	82	24
Profits Before Taxes	17	22	22	36	97	20	24	24	43	111	22
Less: Income Tax Liabilities	9	10	9	17	45	10	10	9	18	47	11
Profits After Taxes	8	12	13	19	52	10	14	15	25	64	11
	Non-metallic Mineral Products Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	197	236	305	289	1,027	210	272	336	321	1,139	247
Net Earnings	17	39	44	41	141	19	49	52	47	167	23
Less: Capital Cost Allowance....	12	18	13	17	60	14	20	17	20	71	17
Profits Before Taxes	5	21	31	24	81	5	29	35	27	96	6
Less: Income Tax Liabilities	3	10	14	10	37	3	12	14	9	38	3
Profits After Taxes	2	11	17	14	44	2	17	21	18	58	3
	Petroleum and Coal Products Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	654	633	647	745	2,679	702	668	692	811	2,873	746
Net Earnings	55	51	60	59	225	61	54	66	63	244	69
Less: Capital Cost Allowance....	28	26	28	25	107	30	26	31	26	113	33
Profits Before Taxes	27	25	32	34	118	31	28	35	37	131	36
Less: Income Tax Liabilities	12	10	13	8	43	13	11	10	12	46	13
Profits After Taxes	15	15	19	26	75	18	17	25	25	85	23
	Chemical and Chemical Products Industries										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	518	592	538	578	2,226	543	645	596	627	2,411	622
Net Earnings	64	92	89	77	322	66	101	103	87	357	80
Less: Capital Cost Allowance....	24	26	34	27	111	28	31	39	39	137	30
Profits Before Taxes	40	66	55	50	211	38	70	64	48	220	50
Less: Income Tax Liabilities	16	29	25	21	91	16	29	29	21	95	21
Profits After Taxes	24	37	30	29	120	22	41	35	27	125	29

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

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1964-66 - Continued

	Other Manufacturing Industries*										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales.....	404	438	453	444	1,739	431	461	501	485	1,878	493
Net Earnings	27	33	31	38	129	32	37	37	43	149	37
Less: Capital Cost Allowance.....	10	11	10	9	40	11	12	13	8	44	12
Profits Before Taxes	17	22	21	29	89	21	25	24	35	105	25
Less: Income Tax Liabilities.....	8	11	10	13	42	10	11	12	16	49	12
Profits After Taxes.....	9	11	11	16	47	11	14	12	19	56	13
	Total - Manufacturing										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales.....	7,849	8,572	8,453	9,287	34,161	8,413	9,374	9,299	10,769	37,855	9,751
Net Earnings	799	974	878	952	3,603	845	1,049	971	1,092	3,957	943
Less: Capital Cost Allowance ...	307	334	344	395	1,380	343	384	392	467	1,586	388
Profits Before Taxes.....	492	640	534	557	2,223	502	665	579	625	2,371	555
Less: Income Tax Liabilities.....	225	273	233	233	964	227	286	244	259	1,016	230
Profits After Taxes.....	267	367	301	324	1,259	275	379	335	366	1,355	325
	Transportation										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales.....	583	722	727	744	2,776	611	788	798	854	3,051	627
Net Earnings	96	132	151	172	551	103	137	154	187	581	100
Less: Capital Cost Allowance ...	67	65	63	72	267	71	66	66	72	275	75
Profits Before Taxes	29	67	88	100	284	32	71	88	115	306	25
Less: Income Tax Liabilities.....	10	27	37	30	104	10	29	40	45	124	9
Profits After Taxes.....	19	40	51	70	180	22	42	48	70	182	16
	Storage										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales.....	30	32	29	34	125	32	31	34	36	133	24
Net Earnings	5	4	9	7	25	4	3	11	7	25	3
Less: Capital Cost Allowance ...	2	2	3	2	9	2	2	3	2	9	2
Profits Before Taxes	3	2	6	5	16	2	1	8	5	16	1
Less: Income Tax Liabilities.....	1	1	2	5	9	1	1	3	5	10	-
Profits After Taxes.....	2	1	4	-	7	1	-	5	-	6	1

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

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

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1964 - 66 - Continued

	Communication										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	201	211	219	230	861	218	230	244	254	946	242
Net Earnings	78	82	89	98	347	88	91	99	107	385	95
Less: Capital Cost Allowance	37	38	38	44	157	40	41	41	49	171	44
Profits Before Taxes	41	44	51	54	190	48	50	58	58	214	51
Less: Income Tax Liabilities	22	23	27	26	98	26	26	30	28	110	28
Profits After Taxes	19	21	24	28	92	22	24	28	30	104	23
	Electric Power, Gas and Water Utilities										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	213	142	99	191	645	241	157	110	209	717	261
Net Earnings	50	37	17	40	144	58	42	21	40	161	61
Less: Capital Cost Allowance	16	19	17	18	70	15	22	16	16	69	17
Profits Before Taxes	34	18	-	22	74	43	20	5	24	92	44
Less: Income Tax Liabilities	17	10	-	11	38	20	11	2	11	44	20
Profits After Taxes	17	8	-	11	36	23	9	3	13	48	24
	Wholesale Trade										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	3,545	3,839	3,819	4,022	15,225	3,829	4,300	4,304	4,551	16,984	4,452
Net Earnings	84	119	114	125	442	94	136	122	141	493	120
Less: Capital Cost Allowance	25	25	24	23	97	30	32	27	26	115	32
Profits Before Taxes	59	94	90	102	345	64	104	95	115	378	88
Less: Income Tax Liabilities	25	40	37	45	147	26	47	39	55	167	33
Profits After Taxes	34	54	53	57	198	38	57	56	60	211	55
	Retail Trade										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Sales	2,781	3,041	2,918	2,983	11,723	2,881	3,306	3,277	3,475	12,939	3,153
Net Earnings	72	96	84	128	380	74	108	103	143	428	82
Less: Capital Cost Allowance	28	28	28	24	108	28	29	29	30	116	31
Profits Before Taxes	44	68	56	104	272	46	79	74	113	312	51
Less: Income Tax Liabilities	19	30	26	49	124	20	35	33	57	145	21
Profits After Taxes	25	38	30	55	148	26	44	41	56	167	30

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

TABLE 5. Quarterly Corporation Profits and Related Data, by Industry, 1964 - 66 - Concluded

	Finance, Insurance and Real Estate*										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	157	224	199	186	766	197	239	220	184	840	178
Less: Capital Cost Allowance	37	39	40	43	159	45	46	45	44	180	42
Profits Before Taxes	120	185	159	143	607	152	193	175	140	660	136
Less: Income Tax Liabilities	56	66	61	71	254	62	65	63	66	256	59
Profits After Taxes	64	119	98	72	353	90	128	112	74	404	77
	Service										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	59	66	76	69	270	69	77	93	78	317	82
Less: Capital Cost Allowance	35	32	36	42	145	40	37	41	47	165	40
Profits Before Taxes	24	34	40	27	125	29	40	52	31	152	42
Less: Income Tax Liabilities	9	11	14	9	43	11	13	20	10	54	12
Profits After Taxes	15	23	26	18	82	18	27	32	21	98	30
	Other Non-manufacturing**										
	1964					1965					1966
	1Q	2Q	3Q	4Q	Total	1Q	2Q	3Q	4Q	Total	1Q
	millions of dollars										
Net Earnings	39	50	66	51	206	41	59	79	56	235	39
Less: Capital Cost Allowance	30	26	36	35	127	30	31	43	35	139	32
Profits Before Taxes	9	24	30	16	79	11	28	36	21	96	7
Less: Income Tax Liabilities	7	16	21	11	55	8	19	25	12	64	4
Profits After Taxes	2	8	9	5	24	3	9	11	9	32	3

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

* The Finance, Insurance and Real Estate group includes a Balance of Payments adjustment.
 ** Other Non-manufacturing includes Agriculture, Forestry, Fishing and Construction.



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INDUSTRIAL CLASSIFICATION

The classification used in this report is based on the revised 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.	
Mines, Quarries and Oil Wells	Metal Mines	051-059	
	Mineral Fuels	061-066	
	Non-Metal Mines except Coal Mines	071-079	
	Quarries and Sand Pits	083-087	
	Services Incidental to Mining	092-099	
Manufacturing Industries:			
Food and Beverage Industries	Food and Beverage Industries	101-147	
Rubber Industries	Rubber Industries	161-169	
Textile Industries	Textile Industries	183-229	
	Knitting Mills	231-239	
	Clothing Industries	242-249	
	Wood Industries	Wood Industries	251-259
		Furniture and Fixture Industries	261-268
Paper and Allied Industries	Paper and Allied Industries	271-274	
Printing, Publishing and Allied Industries	Printing, Publishing and Allied Industries	286-289	
Primary Metal Industries	Primary Metal Industries	291-298	
Metal Fabricating Industries (except Machinery and Transportation Equipment Industries)	Metal Fabricating Industries (except Machinery and Transportation Equipment Industries)	301-309	
Machinery Industries (except Electrical Machinery)	Machinery Industries (except Electrical Machinery)	311-318	
Transportation Equipment Industries	Transportation Equipment Industries	321-329	
Electrical Products Industries	Electrical Products Industries	331-339	
Non-metallic Mineral Products Industries	Non-metallic Mineral Products Industries	341-359	
Petroleum and Coal Products Industries	Petroleum and Coal Products Industries	365-369	
Chemical and Chemical Products Industries	Chemical and Chemical Products Industries	371-379	
Other Manufacturing Industries	Tobacco Products Industries	151-153	
	Leather Industries	172-179	
	Miscellaneous Manufacturing Industries	381-399	
Transportation	Transportation	501-519	
Storage	Storage	524-527	
Communication	Communication	543-548	
Electric Power, Gas and Water Utilities	Electric Power, Gas and Water Utilities	572-579	
Wholesale Trade	Wholesale Trade	602-629	
Retail Trade	Retail Trade	631-699	
Finance, Insurance and Real Estate	Finance, Insurance and Real Estate	702-737	
Community, Business and Personal Service Industries	Community, Business and Personal Service Industries	801-899	
Other Non-Manufacturing	Agriculture	001-021	
	Forestry	031-039	
	Fishing and Trapping	041-047	
	Construction Industry	404-421	