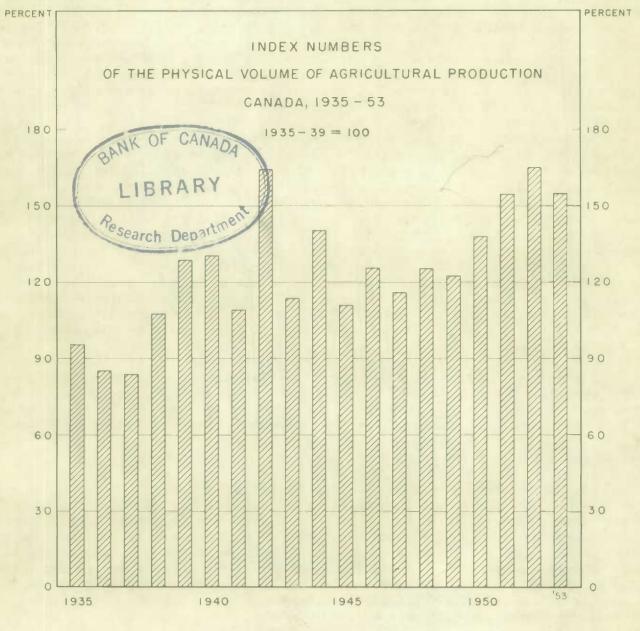


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INDEX OF FARM PRODUCTION 1953



Prepared in Research Section, AGRICULTURE DIVISION

INDEX NUMBERS OF FHYSICAL VOLUME OF AGRICULTURAL PRODUCTION 1/

The index of physical volume of agricultural production in Canada for 1953 is estimated at 155.0 (1935-39=100). This figure is the third highest recorded since 1935 and is exceeded only by the estimate of 164.2 for 1942 and the all-time high of 165.2 established in 1952.

The drop of approximately 10 points in the index from 1952 to 1953 was largely attributable to smaller grain crops and a decline in the output of live stock. To a lesser degree, reduced production of sugar beets, fruits, tobacco, vegetables and maple products also contributed to the decline. Offsetting this to some extent were the gains in production recorded for potatoes, dairy products, and poultry and eggs.

On a provincial basis, declines occurred only in the three Prairie Provinces where the output of wheat and barley in 1953 was somewhat below the record-shattering production of 1952. This, together with smaller total live-stock production in Manitoba and Saskatchewan, contributed largely to the declines which ranged from nearly 10 per cent in Alberta to 20 per cent in Manitoba. Virtually no change was recorded for the index of production for Prince Edward Island and Nova Scotia. For the remaining provinces gains ranged from about 2 per cent in British Columbia to nearly 11 per cent in New Brunswick. In the latter province, the gain in production was due in large part to a substantial increase in potato production.

In constructing the index, no consideration is normally given to changes occurring in the quality of production from year to year; it is generally assumed that the influence of this factor is negligible. However, when extremely low quality is associated with an item as important to the index as the western grain crop, it is felt that its effect on the index merited some consideration. Consequently, for the year 1950, when frost and wet weather reduced quality significantly, and for 1951 when adverse weather conditions again provide low grades, some attempt has been made to measure the extent to which quality considerations would reduce the index. Although available data did not permit a thorough study, there is evidence to indicate that these considerations would reduce the index for Canada in 1950 by about 3 points. Provincially the reductions would be nil for Manitoba, nearly 13 points for Saskatchewan, and about 2 points for Alberta. For 1951 the downward adjustments would be of the order of 3.5 points for Canada, 2 for Manitoba, 8.5 for Saskatchewan, and about 8.5 for Alberta.

In construction of the index, provision was made to avoid the double-counting of farm production. Within a province, such double-counting could occur when feed grains, credited to field crop production, are fed to live stock and appear later as live stock and live-stock products. Interprovincially, this duplication could occur when feed grains produced in one province are fed in another and when feeder cattle raised in one section of the country are shipped to another for finishing.

The base period used was the five-year period 1935 to 1939. This base was chosen in order that the index of physical volume of agricultural production would be directly comparable with the other Bureau indexes which are constructed on the same base. The formula used was the fixed base weighted aggregative. The commodities included in the index are the major items of agricultural production which are sold through commercial channels (ex. interfarm transfers) and / or consumed in farm homes. Omitted for the most part, are commodities which are used almost entirely as feed for live stock and those relatively insignificant products for which there is little reliable information regarding production and prices.

1/ Excludes Newfoundland.

	P.E.I.	N. S.	N. B.	Que.	Ont.	Man.	Sask.	Alta.	B. C.	CANADA
935	90.5	99.2	93.7	93.6	98.7	77.2	106.9	87.3	91.2	95.2
936	102.2	98.2	105.1	99.3	90.2	66.8	83.9	71.0	94.8	85.1
937	99.6	104.4	105.5	97.6	102.1	115.0	31.1	81.1	101.1	83.7
938	102.1	100.5	94.5	97.6	101.1	113.8	103.1	129.1	102.5	107.4
.939	105.6	97.7	101.1	111.9	108.0	127.2	175.0	131.5	110.4	128.7
.940	103.9	90.2	108.2	111.8	103.8	134.9	165.2	151.9	115.5	130.1
.941	90.6	91.3	101.9	108.2	107.9	133.9	110.1	100.9	113.4	109.1
.942	121.9	88.5	104.0	121.7	125.0	174.2	247.8	184.2	99.9	164.2
.943	102.7	89.6	133.2	112.3	89.4	152.2	138.1	104.6	114.7	113.7
1944	119.2	107.3-	136.8	131.1	114.0	145.1	196.4	125.1	140.0	140.4
1945	121.3	80.7	106.7	100.7	107.6	116.8	129.3	97.6	131.1	110.9
946	123.6	100.3	119.6	112.2	117.6	139.1	138.7	122.7	151.9	125.6
.947	128.9	86.7	119.0	102.6	107.7	122.1	128.2	115.8	146.8	116.0
1948	133.3	91.8	124.3	121.6	119.0	143.8	131.8	118.5	143.7	125.1
1949	158.8	105.1	145.8	126.4	124.9	125.7	128.1	98.1	148.7	122.3
1950 2/	148.2	105.2	140.2	136.3	128.1	137.8 -	168.3 155.3	121.8 1198	134.2	137.8
1951 2/		87.7	110.4	139.0	128.6	146.4 1 als. 4	218.1 209.6	157.1 148.6	126.9	154.7
		79.9	109.4	124.2	117.6	162.7	266.7	175.1	132.2	165.2
1953	142.9	80.0	121.1	131.6	125.5	128.9	230.8	159.6	135.3	155.0
		undland. 2	Revised.	3/ See oppo	site page,	paragraph 4.	168.3	>		5504-503

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