

goods had dropped about 41 p.c. in the intervening period. This steady expansion was halted during 1930, owing to the world-wide recession in business which set in toward the end of 1929, with the result that Canadian manufacturing production in 1930 dropped back to near the 1927 level in gross value of production. The monthly reports of employers as to numbers employed indicate that the final figures for 1931 will probably show a further recession.

#### **Subsection 1.—Growth of Manufacturing Production in the Dominion and the Provinces Since 1870.**

The growth of large-scale production in manufactures during the past half-century is evident from the statistics of Table 1, though this tendency has been less marked in Canada than in more highly developed industrial communities, with larger populations able to absorb a larger amount of standardized commodities. Even so, in the electoral district of South Toronto, the most important manufacturing centre of Ontario, the census of 1911 showed that one-half of the industrial establishments employed 90 p.c. of the workers. In the period immediately preceding the Great War many consolidations of independent manufacturing plants were effected, with large economies in the purchase of materials and in selling expenses, and this process has been even more evident in the post-war period.

The historical Table 1 shows fairly well the advance of the "Industrial Revolution" (which might better be called "evolution") in Canada. The average capital per manufacturing establishment, the average number of employees per establishment and the average value of product per establishment, if allowance be made for the inflation of values and generally disturbed conditions of the war period, have continued to increase. If the consolidation of industry lessens the chances of an employee becoming an employer, it must be remembered that the amounts paid to employees in salaries and wages have also increased, so that the position of the average employee has been greatly ameliorated, though the lack of statistics of Canadian retail prices before 1890 prevents any detailed comparison of the purchasing power of the average wages of the worker of 1870 and of the employee of the present time.

**The Censuses of Manufactures.**—The comparability of the statistics of various censuses is seriously affected by the different methods employed in census-taking. In the censuses of 1870, 1880 and 1890, all manufacturing establishments were included, the instructions to enumerators running as follows: "An industrial establishment is a place where one or several persons are employed in manufacturing, altering, making up or changing from one shape into another materials for sale, use or consumption, quite irrespectively of the amount of capital employed or of the products turned out. All repairs, mending or custom work are understood to be industrial products and are to be entered accordingly, by value, in the returns of industrial establishments"

In the statistics of 1900, 1905 and 1910, however, only establishments employing five hands and upwards were included. The 1901 instructions were that no manufacturing establishment or factory was to be recognized for census purposes if it did not employ at least five persons, either in the establishment itself or as piece-workers employed outside of it. This, however, did not apply to cheese and butter factories nor to certain mineral industries. The 1911 instructions stated that every factory in operation during the whole or part of 1910, and employing five or more persons, was to make a full report. All flour mills, saw and shingle-mills, lime