

21.—Gross Revenues, Operating Expenses, Net Revenues, Interest on Funded Debt and Annual Deficit of the Canadian National Railways, for the calendar years 1926-30.

| Item. | 1926. | 1927. ¹ | 1928. | 1929. | 1930. |
|---------------------------------------|-------------|-------------------------|-------------------------|-------------------------|-------------------------|
| Gross Railway Operating Revenues— | \$ | \$ | \$ | \$ | \$ |
| Canadian Lines..... | 225,547,852 | 207,573,007 | 232,459,577 | 217,604,469 | 184,848,028 |
| United States Lines..... | 40,639,974 | 41,143,367 | 44,172,344 | 42,274,504 | 36,922,417* |
| Totals, Cdn. and U.S. Lines..... | 266,187,826 | 248,716,374 | 276,631,921 | 259,878,973 | 221,770,445 |
| Eastern Lines..... | - | 26,162,744 ² | 27,959,347 ² | 30,618,007 ² | 28,598,553 ² |
| Totals, All Lines..... | 266,187,826 | 274,879,118 | 304,591,268 | 290,496,980 | 250,368,998 |
| Railway Operating Expenses— | | | | | |
| Canadian Lines..... | 190,173,271 | 172,786,790 | 186,296,821 | 183,468,505 | 163,473,542 |
| United States Lines..... | 29,531,362 | 30,528,894 | 31,951,522 | 31,408,388 | 31,785,965* |
| Totals, Cdn. and U.S. Lines..... | 219,704,633 | 203,315,684 | 218,248,343 | 214,816,893 | 195,259,507 |
| Eastern Lines..... | - | 29,989,583 | 31,483,352 | 33,815,382 | 33,028,516 |
| Totals, All Lines..... | 219,704,633 | 233,305,267 | 249,731,695 | 248,632,275 | 228,288,023 |
| Net Operating Revenues— | | | | | |
| Canadian Lines..... | 35,374,581 | 34,786,217 | 46,162,756 | 34,195,964 | 21,374,486 |
| United States Lines..... | 11,108,612 | 10,614,473 | 12,220,822 | 10,866,116 | 5,136,452* |
| Totals, Cdn. and U.S. Lines..... | 46,483,193 | 45,400,690 | 58,383,578 | 45,062,080 | 26,510,938 |
| Eastern Lines..... | - | -3,826,839 | -3,524,005 | -3,197,375 | -4,429,962 |
| Totals, All Lines..... | 46,483,193 | 41,573,851 | 54,859,573 | 41,864,705 | 22,080,976 |
| Interest— | | | | | |
| Canadian National—On Funded Debt..... | 71,287,687 | 72,262,418 | 73,537,587 | 77,323,052 | 82,988,884 |
| Eastern Lines—On Funded Debt..... | - | 768,912 | 780,680 | 871,473 | 1,021,113 |
| Totals, All Lines..... | 71,287,687 | 73,031,330 | 74,318,217 | 78,194,525 | 84,009,997 |
| Deficit— | | | | | |
| Canadian National..... | 29,701,445 | 31,576,194 | 24,730,410 | 40,933,994 | 61,287,201 |
| Eastern Lines..... | - | 5,129,718 ² | 5,138,027 ² | 5,165,256 ² | 6,992,569 ² |
| Totals, All Lines..... | 29,701,445 | 36,705,912 | 29,868,437 | 46,099,250 | 68,279,770 |

¹Adjusted to show data of Eastern Lines for twelve months, also to include revenues and expenses of commercial telegraph.

²Includes contributions from Dominion Government to cover loss from 20 p.c. reduction in certain rates ordered by the Maritime Freight Rates Act, July 1, 1927; \$931,510 for 6 months 1927; \$2,151,528 for 12 months 1928; \$2,451,818 including \$13,743 for Gaspé railways for 1929 and \$2,362,205 for 1930.

³Appropriations by the Dominion Government to meet deficits of Eastern Lines including loss due to reduction in freight rates amounted to: \$3,049,746 in cash, \$214,949 in accounts, total \$3,264,695 for 6 months 1927; \$6,351,884 in cash, \$937,671 in accounts, total \$7,289,555 for 1928; \$7,214,035 in cash, \$389,296 in accounts, total \$7,603,331 for 1929; and \$9,354,774 for 1930.

⁴Includes Central Vermont for eleven months.

The Debt and Interest Charges of the Canadian National Railways.—The two tables which follow analyse the increase in the debt and interest charges of the system, including both Canadian and United States lines. The first table (22) shows to whom the liabilities which have accumulated up to 1930 are payable and the second (23) the purposes for which the funds representing the annual increases in liabilities were used. To define clearly what is included under debt due to the Dominion Government in Table 22, the appropriations for the Canadian Government Railways have been separated from the loans and advances to the remainder of the system. The Canadian Government Railways include the Inter-colonial, National Transcontinental, Prince Edward Island and several other smaller railways in the Eastern Provinces, together with the Quebec Bridge. The Hudson Bay Railway was included in the Canadian Government Railways until 1926, when it was transferred back to the Department of Railways and Canals for completion, and appropriations on its account were deducted. These Canadian Government Railways appropriations do not include the operating deficits of the Canadian Government Railways for 1919 and 1920 nor the deficits of the Eastern Lines since July 1, 1927, but include investments for construction, purchase and working capital of the Canadian Government Railways and the operating deficits of these railways since their consolidation with the system in 1921, except as already mentioned. As the book value of these properties is included on the asset side of the