

The figures given in Table 22 differ somewhat from the figures given in the annual reports of the railways by reason of certain accounting adjustments (not representing new funds or expenditures) entered into the accounts during the period but excluded herefrom. It should be noted, however, that the total cash deficit of \$221,325,715 for the period 1923-32 does not include \$11,505,416 of accounting adjustments and \$9,388,962 appropriated for investment in the Insurance Fund. If these items are included, the total deficit for the ten-year period is \$242,220,094 as shown in Table 20.

Table 23 has been compiled to reconcile the investments in and loans to the Canadian National Railways (including Canadian Government Railways) as shown in the Public Accounts for the fiscal year ended Mar. 31, 1932, with the debt to the Dominion Government shown in the railway's balance sheet, Dec. 31, 1931. The last section of the table shows the adjustments to the statement in Public Accounts which make up the difference.

Table 24 shows the assets of the Canadian National Railways at Dec. 31, 1922, and at Dec. 31, 1932, with the increase or decrease for the ten-year period.

**23.—Adjustments Accounting for Difference in Railway Obligations as shown by Public Accounts, Mar. 31, 1932, and by Canadian National Railways Balance Sheet, Dec. 31, 1931.**

FROM PUBLIC ACCOUNTS, MAR. 31, 1932.

<i>Canadian Government Railways—</i>	
Schedule "E"—Miscellaneous Current Accounts—	
Canadian Government Railways.....	\$ 15,748,921.60
Schedule "G"—Public Works (railways)—	
Canadian Government Railways.....	390,787,290.48
Total, Canadian Government Railways.....	\$ 406,536,212.08
<i>Canadian National Railways—</i>	
Schedule "L"—Railway Accounts—	
Loans non-active.....	\$ 614,406,239.42
Less: Canadian Northern stock purchased.....	10,000,000.00
Total, Canadian National Railways.....	\$ 604,406,239.42
Total, per Public Accounts.....	\$ 1,010,942,451.50

FROM CANADIAN NATIONAL RAILWAYS BALANCE SHEET, DEC. 31, 1931.

<i>Dominion of Canada Account—</i>	
a. Canadian Government Railways appropriations account.....	\$ 405,209,240.07
b. Loans from Dominion.....	604,406,239.42
c. Interest on loans accrued but unpaid.....	354,173,113.03
Total, per Canadian National Railways Balance Sheet.....	\$ 1,363,788,592.52
Difference.....	\$ 352,846,141.92

ADJUSTMENTS ACCOUNTING FOR DIFFERENCE.

<i>Canadian Government Railways—</i>	
Adjusted automatically by current differences due to closing of Railway books at Dec. 31, 1931.....	Cr. \$ 93,425.00
<i>Canadian National Railways—</i>	
Advances for Working Capital (C.G.R. Stores and Open Accounts) written off to Profit and Loss.....	Cr. 573,177.05
Expenditures out of Cash Loans for Hudson Bay Railway Capital.....	Cr. 457,526.76
Expenditures out of Cash Loans for Hudson Bay Railway Deficits.....	Cr. 202,843.20
Unpaid interest accrued on Loans not set up in Public Accounts.....	354,173,113.03
Total, Adjustments to Public Accounts Accounting for Difference.....	\$ 352,846,141.92