

## 12.—Liabilities of Chartered Banks in the calendar years 1929-32.

NOTE.—The statistics in this table are averages computed from the twelve monthly returns in each year.

Liabilities.	1929.	1930.	1931.	1932.
	\$	\$	\$	\$
<b>Liabilities to the Public—</b>				
Notes in circulation.....	178,291,030	159,341,085	141,969,350	132,165,942
Balance due to Dominion Government after deducting advances for credits, pay lists, etc.....	77,815,312	47,706,626	48,978,777	55,598,660
Advances under the Finance Act.....	82,916,667	37,308,333	19,418,666	37,352,667
Balances due to Provincial Governments....	24,536,732	28,036,839	24,372,336	26,151,681
Deposits by the public payable on demand in Canada.....	696,387,381	622,895,347	578,604,384	486,270,764
Deposits by the public payable after notice or on a fixed day in Canada.....	1,479,870,658	1,427,589,716	1,437,976,749	1,376,325,128
Deposits elsewhere than in Canada.....	418,138,374	390,403,559	332,902,489	312,293,297
Deposits made by and balances due to other banks in Canada.....	14,528,474	14,831,131	12,596,946	10,694,683
Due to banks and banking correspondents in the United Kingdom.....	25,493,879	11,539,556	5,301,868	5,131,001
Due to banks and banking correspondents elsewhere than in Canada and the United Kingdom.....	100,254,711	64,076,035	62,055,947	40,732,341
Bills payable.....	10,842,329	9,187,617	4,489,370	1,579,945
Acceptances under letters of credit.....	100,473,804	90,365,973	67,896,782	48,871,585
Liabilities not included under foregoing heads.....	5,754,347	6,278,946	4,992,595	4,182,095
<b>Totals, Liabilities to the Public.....</b>	<b>3,215,543,698</b>	<b>2,999,530,363</b>	<b>2,741,554,219</b>	<b>2,546,149,789</b>
<b>Liabilities to Shareholders—</b>				
Capital paid up.....	137,269,085	144,560,374	144,674,853	144,500,000
Amount of rest or reserve fund.....	150,636,682	160,639,246	162,075,000	162,000,000
<b>Totals, Liabilities to Shareholders.....</b>	<b>287,905,767</b>	<b>305,200,120</b>	<b>306,749,853</b>	<b>306,500,000</b>
<b>Grand Totals, Liabilities.....</b>	<b>3,503,449,465</b>	<b>3,304,730,483</b>	<b>3,048,304,073</b>	<b>2,852,649,789</b>

**Deposits, Loans and Discounts.**—As an index of the course of banking business, of the nature of many transactions undertaken and of the general security of bank assets, loans and discounts are of great value. They illustrate clearly the channels into which a large proportion of the potential earning power of the banks is directed, and, by providing a comparison between investments made in lending operations inside and outside of Canada, afford essential information regarding the conduct by a bank of one of its most important activities.

Bank deposits (the demand deposits being to a large extent the product of lending operations, by which credit is advanced on security followed by the deposit of the proceeds of a loan) are also of considerable importance, and, on account of their derivation, are one of the most valuable records of the volume of business done at any time. Actual deposits of cash (mainly deposits payable after notice or on a fixed day) are, of course, included with the amounts deposited after the granting of loans.

Tables 13 and 14, following, give the deposits and loans of Canadian chartered banks for the years 1928 to 1932.