

by the laws of that province under the examination of the Dominion Department of Insurance, have been included. Also, since 1922, provincially incorporated loan and trust companies have made voluntary returns of their statistics to the Dominion Department of Insurance, so that all-Canadian totals are again available for recent years. As indicating the progress of the aggregate of loan company business in Canada, it may be stated that the book value of the assets of all loan companies rose from \$188,637,298 in 1922 to \$213,649,794 in 1931, although declining slightly to \$201,575,353 in 1935. The total assets in the hands of the trust companies increased from \$805,689,070 in 1922 to \$2,726,207,098 in 1935. The latter figure included \$2,496,834,244 of "estates, trust and agency funds". (Table 1.)

**Functions of Loan Companies.**—The principal function of loan companies is the lending of funds on first mortgage security, the money thus made available for development purposes being secured mainly by the sale of debentures to the investing public and by savings department deposits. Of the loan companies operating under provincial charters, the majority conduct loan, savings, and mortgage business, generally in the more prosperous farming communities.

**Functions of Trust Companies.**—Trust companies act as executors, trustees and administrators under wills or by appointment, as trustees under marriage or other settlements, as agents or attorneys in the management of the estates of the living, as guardians of minor or incapable persons, as financial agents for municipalities and companies and, where so appointed, as authorized trustees in bankruptcy. Some companies receive deposits, but the lending of actual trust funds is restricted by law. The figures of Table 1 are of particular interest in the case of trust companies, which, on account of the nature of their functions, are mainly provincial institutions, since their chief duties are intimately connected with the matter of probate, which lies within the sole jurisdiction of the provinces.

### 1.—Summary Statistics of the Operations of Dominion and Provincial Loan and Trust Companies in Canada, as at Dec. 31, 1935.

| Item.                                  | Provincial<br>Companies.<br>\$ | Dominion<br>Companies.<br>\$ | Total.<br>\$  |
|--|--------------------------------|------------------------------|---------------|
| <b>LOAN COMPANIES.</b>                 |                                |                              |               |
| Book values of assets.....             | 63,581,208                     | 137,994,145                  | 201,575,353   |
| Liabilities to the public.....         | 29,096,415                     | 101,578,778                  | 130,675,193   |
| Capital Stock—                         |                                |                              |               |
| Authorized.....                        | 50,072,463                     | 59,150,000                   | 109,222,463   |
| Subscribed.....                        | 25,483,404                     | 26,716,000                   | 52,199,404    |
| Paid-up.....                           | 21,965,665                     | 19,393,907                   | 41,359,572    |
| Reserve and contingency funds.....     | 11,609,777                     | 15,618,715                   | 27,228,492    |
| Other liabilities to shareholders..... | 939,394                        | 1,391,473                    | 2,330,867     |
| Total liabilities to shareholders..... | 34,514,836                     | 36,404,095                   | 70,918,931    |
| Net profits realized during year.....  | 1,418,992                      | 987,702                      | 2,406,694     |
| <b>TRUST COMPANIES.</b>                |                                |                              |               |
| Assets—                                |                                |                              |               |
| Company funds.....                     | 64,669,497                     | 15,970,895                   | 80,640,392    |
| Guaranteed funds.....                  | 113,975,071                    | 34,757,391                   | 148,732,462   |
| Estates, trust and agency funds.....   | 2,254,239,934                  | 242,594,310                  | 2,496,834,244 |
| Totals.....                            | 2,432,884,502                  | 293,322,596                  | 2,726,207,098 |
| Capital Stock—                         |                                |                              |               |
| Authorized.....                        | 66,957,600                     | 19,650,000                   | 86,607,600    |
| Subscribed.....                        | 30,462,551                     | 11,636,770                   | 42,099,321    |
| Paid-up.....                           | 28,197,873                     | 10,590,333                   | 38,788,206    |
| Reserve and contingency funds.....     | 18,818,716                     | 3,744,068                    | 22,562,784    |
| Unappropriated surpluses.....          | 2,495,345                      | 578,643                      | 3,073,988     |
| Net profits realized during year.....  | 2,540,945                      | 562,669                      | 3,103,614     |