to 24,122,763 lb. in 1937. The consumption of cigarettes increased from 1,553,468,890 in 1919 to 5,082,314,590 in 1931 but thereafter showed a decline. After 1935, however, consumption reached new records.

Between 1923 and 1929 spirits taken out of bond (exclusive of imported spirits) rose from 729,678 gal. to 2,016,802 gal., but there was a decided and steady drop to 769,527 gal. for 1933. Since 1933 substantial increases have been shown. Malt liquor showed an increase from 36,789,195 gal. in 1923 to 65,719,129 gal. in 1929 but there was a decrease to 40,105,883 for 1934; the figure for 1937 was 59,920,298 gal.

13.—Quantities of Spirits, Malt Liquor, Malt, and Tobacco Taken out of Bond for Consumption, fiscal years ended Mar. 31, 1911-37.

Norg.—For years prior to 1900, see 1916-17 Year Book, p. 528, and for 1901-10, see 1933 Year Book, p. 840.

Fiscal Year.	Spirits.1	Malt Liquor.	Malt.	Cigars.	Cigarettes.	Tobacco.2
	gal.	gal.	lb.	No.	No.	lb.
1911 1912 1913 1914	4,146,452 4,562,382 4,999,937 4,762,618	47,518,647 52,314,400	114,029,523 123,920,607	252,718,242 294,772,933	782,663,841 977,743,301	21,419,046 22,371,636
1915 1916 1917 1918	4,021,090 3,629,324 4,118,147 4,591,972	47,903,225 39,638,877 34,827,284 28,442,427	111,037,743 89,476,590 78,815,746 59,626,049	236, 866, 542 207, 647, 808 239, 752, 252 254, 445, 945	1,082,324,710 1,367,276,750	21,180,857 20,698,241 20,735,080 21,780,168
1919 1920 1921 1922	2,941,108 3,816,124 2,816,071 730,474	26,024,117 36,863,867 35,509,757 38,404,346	69,975,631 82,210,351	221,087,110 270,089,761 214,262,197 181,255,533	2,440,982,912 2,439,832,278	19,980,446 23,049,012 19,389,268 20,528,228
1923	729,678 899,291 910,316 1,082,785		84,922,024 105,446,169 118,237,385 127,789,729	183,965,151 198,042,909 168,097,387 174,363,188	2,420,052,731 2,531,693,150	22,072,709 21,172,307 20,870,651 21,595,483
1927	1,404,111 1,896,357 2,016,802 1,926,063	51,726,251 58,391,360 65,719,129 62,992,156	142,543,947 158,490,019	175,335,838 181,730,614 190,981,166 196,251,957	3,927,022,325 4,607,500,425	21,589,772 21,907,747 21,973,221 22,195,455
1931	1,180,536 781,612 769,527 933,946	58,641,404 52,001,768 40,632,084 40,105,883	137,997,652 121,257,234 95,604,954 92,319,768	177,841,987 152,159,301 122,664,715 115,988,080	3,728,832,089	22,520,345 22,801,035 22,815,839 22,315,295
1935	1.063,928 1,621,286 1,900,714	51,703,781 56,913,069 59,920,298	128, 204, 424	125,519,841 124,570,870 123,956,872		22,891,129 23,113,501 24,122,763

Exclusive of imported spirits but inclusive of non-potable spirits down to 1921.

Subsection 5.—Subsidies and Loans to Provinces.

Subsidies.—By the provisions of the British North America Act and subsequent arrangements entered into from time to time, the Dominion is required to make certain annual payments to the individual provinces. These payments fall into the following classes:—

Interest on Debt Allowances.—By the terms of the Union of the provinces at Confederation in 1867, the Dominion assumed all the outstanding debts and liabilities of the provinces and undertook to pay, except in the case of Ontario and Quebec, interest at 5 p.c. on the amounts by which the actual per capita indebtedness of the provinces fell short of a basic debt allowance calculated at approximately \$25 per capita. On the subsequent entry of additional provinces into Confederation,

² Including snuff.