

have against them, besides ordinary liabilities, the fiduciary interest of the policyholders. In fact when the prospective claims of policyholders are considered it appears that on balance there is a small net investment of these branches in Canada rather than a Canadian investment abroad. This is possible because the assets underlying the reserve funds need not all be held abroad. On the other hand, the fact that assets can be transferred between countries gives an importance to them as a factor in capital movements. Again, British and foreign securities held by Canadian companies in Canada have already been included as Canadian investments abroad. On account of the ambiguity of this item and the fact that it has already been included in another form, therefore, it has not been repeated in the tables.

With regard to British and foreign insurance investments in Canada, since there exist net assets in Canada over all liabilities including reserves against future claims of Canadian policyholders the residual amount is shown as a *bona fide* investment in Canada in Tables 42 and 44.

#### 42.—Estimated British and Foreign Capital Invested in Canada, Classified According to Main Types, as at Dec. 31, 1926-35.

NOTE.—Net equities of policyholders, etc., outside of Canada invested in Canada through Canadian insurance companies operating abroad are not shown in this table for the reason given in the text above. The omission does not materially affect the totals.

Type of Investment.	1926.	1927.	1928.	1929.	1930.	1931.	1932.	1933.	1934.	1935.
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
	'000,000	'000,000	'000,000	'000,000	'000,000	'000,000	'000,000	'000,000	'000,000	'000,000
<b>Government Securities—</b>										
Dominion.....	632.0	628.1	618.6	571.6	675.0	627.4	680.3	741.9	749.4	807.3
Provincial.....	419.7	460.7	471.9	520.8	590.2	604.2	606.6	570.0	554.9	530.8
Municipal.....	372.1	393.3	393.3	400.3	429.5	437.2	406.6	392.4	389.4	379.6
	1,423.8	1,482.1	1,483.8	1,492.7	1,694.7	1,668.8	1,693.5	1,704.3	1,693.7	1,717.7
<b>Public Utilities—</b>										
Railways.....	1,573.4	1,602.5	1,636.0	1,771.0	1,835.1	1,896.3	1,874.2	1,859.2	1,825.6	1,683.0
Other (traction, light, heat, power, telephone, etc.).....	466.3	515.8	562.1	620.0	660.8	698.5	736.1	751.9	766.7	780.0
<b>Manufacturing—</b>										
Wood and paper products.	473.6	513.0	569.8	567.0	596.0	525.5	484.2	458.4	453.6	462.0
Metal industries.....	396.3	421.8	458.6	502.6	501.7	456.8	413.3	401.5	413.8	423.0
All other manufacturing industries.....	451.4	482.9	516.0	546.1	521.3	495.8	460.2	459.1	475.8	494.0
Mining.....	288.0	299.0	355.0	363.0	376.0	355.0	333.0	335.0	350.0	326.0
Merchandising and service.	235.4	241.8	250.4	255.8	251.5	237.5	225.8	219.4	222.0	226.8
Insurance.....	93.8	106.0	102.0	104.6	142.5	151.7	160.5	161.7	198.9	220.0
Finance and mortgage corporations.....	228.7	254.4	287.2	322.9	321.3	293.9	286.4	283.4	285.0	290.0
Miscellaneous (agricultural lands, summer homes, prospecting, assets administered for persons or corporations residing outside Canada, etc.).....	260.0	265.0	278.0	290.0	295.0	288.0	287.0	280.0	280.0	275.0
<b>Grand Totals (Great Britain, United States and Other Countries).....</b>	<b>5,890.7</b>	<b>6,184.3</b>	<b>6,498.9</b>	<b>6,835.7</b>	<b>7,195.9</b>	<b>7,067.8</b>	<b>6,954.2</b>	<b>6,913.9</b>	<b>6,965.1</b>	<b>6,897.5</b>
Totals, British Capital.	2,597.8	2,628.3	2,693.6	2,764.2	2,766.0	2,687.1	2,631.7	2,674.4	2,729.5	2,729.3
Totals, United States Capital.....	3,161.2	3,423.8	3,664.6	3,926.5	4,298.4	4,254.5	4,198.3	4,115.2	4,112.1	4,044.6
Totals, Capital of Other Countries.....	131.7	132.2	140.7	145.0	131.5	126.2	124.2	124.3	123.5	123.6