

at Nelson. The terminals at Churchill were transferred in 1937 to the National Harbours Board. The investment to Dec. 31, 1939, was \$13,198,491* and the operating deficit for 1939 was \$46,407.

The major portion of Dominion Government investments in railways was construction costs of the Intercolonial system, the National Transcontinental Railway, and the Hudson Bay Railway, and the purchase price of small railways in the eastern provinces. The terminals at Churchill consisting of a grain elevator, warehouse, and docks have been transferred to the National Harbours Board and the investment removed from the railway account. Loans and advances to the Canadian National Railways for payment of operating deficits were charged to the Consolidated Revenue Account of the Dominion and also cleared from the railway account and other adjustments were made under the Canadian National Railways Capital Revision Act, 1937.

In addition to these expenditures the Dominion Government has made loans to the Canadian National and Canadian Pacific Railway companies for capital purposes, for special works programs, and for equipment leased to the railways; the amounts outstanding on Mar. 31, 1939, were: Canadian National Railways, \$24,765,053; Canadian Pacific Railway, \$6,251,282; total, \$31,016,335.

* Includes deficits from operations during construction.

14.—Assets of the Canadian National Railways System, as at Dec. 31, 1922 and 1938.

Account.	Dec. 31, 1922.	Dec. 31, 1938.	Increase (+) or Decrease (-).
INVESTMENTS—			
Road and equipment.....	\$ 1,765,323,644	\$ 1,856,468,592	+91,144,948
Improvements on leased railway property.....	1,492,123	4,300,970	+2,808,847
Sinking funds.....	4,629,855	576,580	-4,053,275
Deposits in lieu of mortgaged property sold.....	6,171,808	5,453,905	-717,903
Miscellaneous physical property.....	34,767,914	61,614,511	+26,846,597
Affiliated companies.....	24,253,323	36,139,090	+11,885,767
Other investments.....	5,789,464	1,120,247	-4,669,217
TOTALS, INVESTMENTS.....	1,842,428,131	1,965,673,895	+123,245,764
CURRENT ASSETS—			
Cash.....	14,651,422	8,078,076	-6,573,346
Special deposits.....	6,139,435	6,773,190	+633,755
Loans and bills receivable.....	11,600	100,000	+88,400
Traffic and car service balances receivable.....	2,528,622	1,089,933	-1,438,689
Net balances receivable from agents and conductors.....	5,386,673	3,868,286	-1,518,387
Miscellaneous accounts receivable.....	16,857,420	4,365,534	-12,491,886
Dominion Government—balance due on deficit contributions.....	Nil	11,117,018	+11,117,018
Materials and supplies.....	41,408,999	27,856,015	-13,552,984
Interest and dividends receivable.....	377,003	227,829	-149,174
Rents receivable.....	112,269	53,124	-59,145
Other current assets.....	106,775	745,689	+638,914
TOTALS, CURRENT ASSETS.....	87,580,218	64,274,694	-23,305,524
DEFERRED ASSETS—			
Working fund advances.....	166,847	237,469	+70,622
Insurance and other funds.....	352,488	11,983,074	+11,630,586
Other deferred assets.....	11,805,962	6,033,878	-5,772,084
TOTALS, DEFERRED ASSETS.....	12,325,297	18,254,421	+5,929,124
UNADJUSTED DEBITS—			
Rents and insurance premiums paid in advance.....	322,059	247,306	-74,753
Discount on capital stock.....	634,960	189,500	-445,460
Discount on funded debt.....	1,919,635	12,090,984	+10,171,349
Other unadjusted debits.....	12,820,903	2,900,799	-9,920,104
TOTALS, UNADJUSTED DEBITS.....	15,697,557	15,428,589	-268,968
Grand Totals.....	1,958,031,203	2,063,631,599	+105,600,396