

The density of telephones in the different provinces is naturally influenced by the urbanization of the population because the number of telephones used for business purposes is much greater in cities and towns than in rural areas.

#### 4.—Telephones in Use, by Provinces, as at Dec. 31, 1938.

Province.	On Individual Lines.		On 2- and 4-Party Lines.		On Rural Lines.		Private Branch Exchange and Extensions.		Public Pay Station.	Total.	Tele-phones per 100 Population.
	Busi-ness.	Resi-dence.	Busi-ness.	Resi-dence.	Busi-ness.	Resi-dence.	Busi-ness.	Resi-dence.			
	No.	No.	No.	No.	No.	No.	No.	No.			
P.E.I. . . . .	760	1,091	129	651	170	2,035	453	116	68	5,473	5.8
N.S. . . . .	6,291	12,710	637	8,748	804	9,821	5,628	2,190	1,003	47,832	8.7
N.B. . . . .	4,250	7,209	824	7,761	935	5,577	4,452	1,284	751	33,043	7.4
Que. . . . .	41,517	78,220	3,730	70,560	4,983	24,665	56,199	12,084	8,183	300,141	9.5
Ont. . . . .	73,165	134,072	7,457	171,533	4,463	100,013	88,304	26,622	11,428	617,057	16.5
Man. . . . .	9,812	26,170	58	5,805	1,063	12,693	11,807	1,593	2,121	71,122	9.9
Sask. . . . .	11,532	17,862	341	70	9	44,461	5,066	610	342	80,293	8.5
Alta. . . . .	12,983	28,165	38	542	1,025	14,990	9,711	17	987	68,458	8.7
B.C. . . . .	18,771	10,154	444	65,570	862	11,524	22,565	4,549	1,388	135,827	17.8
Yukon. . . . .	31	3	20	Nil	36	75	Nil	Nil	6	171	4.3
<b>Totals . . . . .</b>	<b>179,112</b>	<b>315,656</b>	<b>13,678</b>	<b>331,240</b>	<b>14,350</b>	<b>225,854</b>	<b>204,185</b>	<b>49,065</b>	<b>26,277</b>	<b>1,359,417</b>	<b>12.1</b>

#### Subsection 2.—Telephone Finances.

The importance of the telephone industry in Canada is shown by the statistics of Table 5. After experiencing a setback during the depression, the industry has shown continued growth during recent years and in 1938 the total property account amounted to almost \$350,000,000, and the payroll to over \$26,000,000.

#### 5.—Financial Statistics of Telephones in Canada, 1929-38.

NOTE.—For figures for the years 1911-28, see p. 725 of the 1938 Year Book.

Year.	Capitalization.		Cost of Property.	Gross Revenue.	Operating Expenses.	Net Operating Revenue.	Salaries and Wages. <sup>1</sup>	Em- ployees. <sup>2</sup>
	Capital Stock.	Funded Debt.						
	\$	\$	\$	\$	\$	\$	\$	No.
1929 . . . . .	93,737,979	141,205,328	291,589,148	65,240,610	56,559,517	8,681,093	31,672,277	27,459
1930 . . . . .	102,777,267	155,411,716	319,101,191	69,420,459	61,886,340	7,534,119	32,085,948	26,575
1931 . . . . .	105,765,685	168,224,084	333,055,119	66,806,580	60,067,016	6,739,564	28,493,252	23,825
1932 . . . . .	106,161,477	172,158,977	333,169,486	60,684,922	55,344,023	5,340,969	24,115,545	21,354
1933 . . . . .	106,336,079	165,229,197	330,490,878	56,062,970	50,423,641	5,639,329	21,276,406	18,796
1934 . . . . .	108,638,326	162,660,037	331,187,227	57,380,171	50,989,088	6,391,083	21,167,834	17,291
1935 . . . . .	109,776,507	159,785,965	327,754,026	57,029,918	50,889,780	6,140,138	22,283,362	17,414
1936 . . . . .	111,239,775	160,331,601	330,048,263	59,770,591	51,938,102	7,832,489	23,365,977	17,775
1937 . . . . .	127,289,481	160,558,719	335,810,564	63,288,855	54,512,191	8,776,664	25,579,850	18,413
1938 . . . . .	128,802,946	163,398,749	342,227,172	64,749,255	55,231,173	9,518,082	26,020,463	17,925

<sup>1</sup> Includes salaries and wages chargeable to capital account.

<sup>2</sup> Excludes rural lines in Saskatchewan.