

17.—Cash Income and Expenditure of Canadian Life Companies with Dominion Registration, and Cash Income and Expenditure in Canada of British and Foreign Life Companies, by Principal Items, 1934-38—concluded.

Item.	1934.	1935.	1936.	1937.	1938.
EXPENDITURE—concluded.	\$	\$	\$	\$	\$
British Companies—					
Payments to policyholders.....	3,348,684	3,791,435	3,373,878	3,040,135	3,950,186
General expenses.....	1,113,153	1,149,283	1,267,760	1,282,760	1,240,536
Other disbursements.....	102,629	122,985	86,687	83,438	106,944
Totals, British Companies¹.....	4,564,466	5,063,703	4,728,325	4,406,333	5,297,666
Excess of income over expenditure.....	1,971,653	2,629,514	2,328,254	2,820,244	2,089,928
Foreign Companies—					
Payments to policyholders.....	55,176,652	53,897,929	53,586,710	53,802,628	54,446,857
General expenses.....	13,342,697	13,617,539	13,494,715	13,902,443	14,151,371
Other disbursements.....	1,888,402	1,790,883	1,914,591	2,469,658	2,316,784
Totals, Foreign Companies¹.....	70,407,751	69,306,351	68,996,016	70,174,729	70,915,012
Excess of income over expenditure.....	26,665,356	25,951,528	24,615,542	24,807,237	23,537,357

¹ Expenditure in Canada.

Life Insurance Effected through Fraternal Benefit Societies.—In addition to life insurance, some fraternal benefit societies grant other insurance benefits to members, notably sickness benefits, but these are relatively unimportant. Table 18 gives statistics of life insurance effected with fraternal benefit societies by Canadian members, together with statistics of assets, liabilities, income, and expenditure relating to the whole business of Canadian societies and to the business in Canada of foreign societies. The rates charged by these societies are computed to be sufficient to provide the benefits granted, having regard for actuarial principles. Each benefit fund of every society must be valued annually by a qualified actuary (Fellow, by examination, of the Institute of Actuaries, London; of the Faculty of Actuaries in Scotland; of the Actuarial Society of America; or of the American Institute of Actuaries) and unless the actuary certifies to the solvency of each fund a readjustment of rates or benefits must be made. The statistics in the first part of this table relate to the 10 Canadian societies reporting to the Insurance Department of the Dominion Government.

Under an amendment to the Insurance Act, effective Jan. 1, 1920, all foreign fraternal benefit societies were required to obtain Dominion authority precedent to transacting business in Canada, but any such societies which at that date were