

Year	Net Profit <sup>1</sup>	Income and Excess Profits Tax Provision <sup>2</sup>	P.C. of Taxes Paid to Profits Shown	Net Profits after Taxes
	\$'000,000	\$'000,000	p.c.	\$'000,000
1936.....	271	48	17.7	223
1937.....	345	60	17.4	285
1938.....	286	51	17.8	235
1939.....	355	72	20.3	283
1940.....	452	174	38.5	278
1941.....	568	268	47.2	300
1942.....	607	306	50.4	301
1943.....	576	295	51.2	281*
1944.....	541	271	50.1	270*
1945.....	540	267	49.4	273*

<sup>1</sup> After depreciation, bond interest and other charges.

<sup>2</sup> Exclusive of refundable tax portion.

\* Including refundable tax portion.

**Analysis by Industries.**—The greatest absolute increase was shown by the pulp and paper industry where the net income increased from \$1,300,000 in 1936 to \$15,800,000 in 1945. Other substantial increases were recorded by the machinery industry, retail trade and service, iron, steel and products, and drink. Of the relatively few industries showing decreases, the outstanding example was gold mining where net income decreased from \$38,500,000 in 1936 to \$14,300,000 in 1945.

As was to be expected, the profits when analysed by industries followed similar trends as the income by industries though in more exaggerated form. For instance, the profits of the machinery industry showed an increase of no less than \$36,200,000, pulp and paper companies \$29,700,000, drink \$26,400,000, retail trade and service \$21,900,000, and iron, steel and products \$18,400,000. The profits of gold mines decreased over the period by \$25,400,000.

### 9.—Net Income of 709 Industrial Companies, by Industries, 1936-45 (In Millions of Dollars)

NOTE.—Figures are for the respective fiscal years ended nearest to Dec. 31 of the year stated.

Industry	No. of Companies	1936	1937	1938	1939	1940	1941	1942 <sup>1</sup>	1943 <sup>1</sup>	1944 <sup>1</sup>	1945 <sup>1</sup>
Grain mill products.....	7	1.3	1.4	-0.2	2.1	2.2	2.0	1.9	2.6	2.8	2.6
Food.....	52	8.8	8.5	8.5	14.5	10.5	11.3	12.6	12.5	13.0	12.2
Drink.....	15	6.5	7.2	5.8	6.8	5.4	6.9	8.2	7.6	9.4	12.3
Tobacco.....	3	6.7	7.0	7.0	7.2	6.7	6.4	6.6	6.6	6.6	6.8
Leather.....	14	0.6	0.7	0.4	0.9	0.8	0.6	1.0	0.9	1.2	1.2
Rubber.....	7	1.7	1.6	2.3	2.4	2.3	3.2	4.9	4.1	3.6	3.9
Textiles.....	37	7.1	6.8	4.7	9.9	8.9	10.2	11.0	9.0	10.4	9.5
Clothing.....	32	1.0	1.1	-	1.7	1.5	1.9	2.4	2.3	2.6	2.8
Wood products (incl. logging).....	21	1.1	1.4	0.8	1.7	1.4	1.6	1.7	1.6	1.2	1.9
Pulp and paper.....	25	1.3	6.7	0.3	7.7	15.4	16.7	13.0	12.2	14.4	15.8
Paper products.....	26	1.5	2.2	1.8	2.0	1.9	2.4	2.5	2.3	2.4	2.4
Printing and publishing.....	14	1.1	1.4	1.1	1.4	1.2	1.2	1.1	1.2	1.3	1.5
Iron, steel and products (excl. machinery).....	55	6.1	11.2	8.2	13.0	12.4	14.1	15.4	15.1	13.8	12.6
Machinery.....	60	5.9	12.6	11.0	8.8	13.2	18.5	22.4	20.0	19.1	17.6
Electrical machinery and equipment.....	27	4.2	7.3	6.1	6.1	6.7	7.6	8.9	8.3	9.2	7.5
Gold mining.....	39	38.5	40.4	43.4	43.3	40.7	36.7	29.1	22.4	16.4	14.3
Other non-ferrous metals.....	18	59.5	85.0	56.6	68.6	67.4	74.1	73.0	68.1	58.5	57.1
Non-metallic minerals (excl. fuels).....	23	1.8	4.3	4.6	5.1	4.8	5.2	5.6	4.3	3.7	5.0
Coal and natural gas.....	16	3.8	4.0	3.9	4.6	4.2	3.8	3.6	3.4	3.5	3.9
Petroleum.....	11	30.2	33.1	30.8	27.3	23.0	21.5	20.0	22.0	21.7	23.0
Chemicals.....	29	8.3	9.9	9.0	12.2	11.0	11.4	10.3	9.1	9.9	10.5
Paints and polishes.....	13	0.9	1.0	0.7	1.3	1.3	1.3	1.5	1.4	1.5	1.6
Wholesale trade and service.....	67	3.2	3.9	3.0	4.8	4.5	4.8	5.3	5.7	5.0	6.2
Retail trade and service.....	34	3.3	4.9	4.8	5.7	5.6	6.8	7.4	7.9	9.2	10.3
Electric utilities.....	23	11.1	13.3	12.8	13.1	13.4	14.3	16.1	16.3	15.4	15.6
Communications.....	6	6.9	7.7	8.0	8.1	8.2	9.8	9.9	9.3	9.5	10.2
Transportation and storage.....	20	0.1	0.8	1.2	1.4	2.2	4.0	3.4	2.6	2.6	2.8
Grain elevators.....	15	0.7	-0.5	-1.5	0.8	1.6	2.0	1.8	2.6	2.5	2.0
<b>Totals.....</b>	<b>709</b>	<b>223.2</b>	<b>284.9</b>	<b>235.1</b>	<b>282.5</b>	<b>278.4</b>	<b>300.3</b>	<b>300.6</b>	<b>281.4</b>	<b>270.4</b>	<b>273.1</b>

<sup>1</sup> Includes the refundable portion of the excess profits tax, amounting to 19.9, 33.7, 28.3 and 27.2 in the years 1942-45, respectively.