

**19.—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, 1941-45—concluded.**

Item	1941	1942	1943	1944	1945
	\$	\$	\$	\$	\$
<b>EXPENDITURE</b>					
<b>Canadian Companies</b>					
Payments to policyholders.....	203,939,306	188,369,179	180,607,200	194,358,643	212,774,049
General expenses.....	59,413,512	59,814,452	63,492,701	68,515,005	74,693,716
Dividends to shareholders.....	1,412,099	1,386,262	1,315,301	1,324,171	1,332,458
Other disbursements.....	34,698,921	33,326,914	32,231,708	33,594,309	43,419,189
<b>Totals, Canadian Companies<sup>1</sup>.....</b>	<b>299,463,838</b>	<b>282,896,807</b>	<b>277,646,910</b>	<b>297,792,128</b>	<b>332,219,412</b>
Excess of income over expenditure.....	141,827,972	159,688,812	208,431,072	236,262,368	275,434,964
<b>British Companies</b>					
Payments to policyholders.....	3,406,555	3,664,351	2,687,256	3,517,715	4,015,885
General expenses.....	1,084,970	1,155,025	1,274,665	1,375,639	1,648,302
Other disbursements.....	109,366	131,081	102,650	163,096	166,548
<b>Totals, British Companies.....</b>	<b>4,600,891</b>	<b>4,950,457</b>	<b>4,064,571</b>	<b>5,056,450</b>	<b>5,830,735</b>
Excess of income over expenditure.....	2,153,854	1,861,239	4,008,732	3,266,943	3,300,929
<b>Foreign Companies</b>					
Payments to policyholders.....	50,687,247	47,125,627	45,598,531	50,158,688	54,774,067
General expenses.....	15,549,341	16,225,493	16,922,479	17,342,564	18,207,681
Other disbursements.....	3,090,051	3,187,347	2,850,578	3,184,797	3,262,611
<b>Totals, Foreign Companies.....</b>	<b>69,326,639</b>	<b>66,538,467</b>	<b>65,371,588</b>	<b>70,686,049</b>	<b>76,244,359</b>
Excess of income over expenditure.....	30,094,835	39,566,598	45,577,460	47,702,287	48,458,725

<sup>1</sup> Includes expenditure on business outside of Canada.

**Subsection 4.—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 20 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. The benefit funds of each 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 16 Canadian societies reporting to the Insurance Department of the Federal Government, only one of which does not grant life insurance benefits.

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. However, any such societies which at that date were transacting business under provincial licences, while forbidden to accept new