

9.—Total Revenue and Expenditure for Life Insurance Transacted by Canadian Companies under Federal Registration and Revenue and Expenditure in Canada for Life Insurance Transacted by British and Foreign Companies under Federal Registration, 1957-59.

Revenue and Expenditure	1957	1958	1959
	\$	\$	\$
Canadian Companies			
Total Revenue	1,144,998,110	1,235,561,691	1,357,486,095
Insurance premiums and annuity considerations.....	813,269,328	875,413,883	965,192,845
Investment income.....	301,124,391	330,305,292	361,341,434
Sundry items.....	30,604,391	29,842,516	30,951,816
Total Expenditure	1,083,928,186	1,161,389,411	1,278,711,041
Claims incurred.....	392,853,193	411,294,197	465,457,119
Normal increase in actuarial reserve.....	333,260,705	380,854,198	401,660,858
Taxes, licences and fees.....	21,794,814	23,803,637	25,195,697
Commissions and general expenses.....	181,491,681	194,798,308	207,371,899
Sundry items.....	55,712,245	44,233,079	61,188,574
Dividends to policyholders.....	89,973,796	97,815,352	106,493,008
Increase in provision for profits to policyholders.....	8,841,752	8,590,640	11,343,886
Analysis of Increase in Surplus—			
Excess of revenue over expenditure.....	61,069,924	74,172,280	78,775,054
Net capital gain on investments.....	4,798,409	8,047,616	5,880,989
Other credits to surplus (net).....	2,127,755	-23,213,832 ¹	-32,262,950 ¹
Net increase in special reserves or funds.....	-28,860,663	-20,995,405	-8,281,320
Special increase in actuarial reserve.....	-3,259,569	518,441	-6,555,415
Dividends to shareholders.....	-3,507,576	-3,475,198 ²	-2,498,715 ²
Increase in surplus (policyholders and shareholders).....	32,368,280	35,053,902	35,057,643
British Companies			
Revenue in Canada	62,466,080	72,328,769	82,183,753
Insurance premiums and annuity considerations.....	48,092,259	55,675,767	62,926,136
Investment income.....	13,165,407	15,286,673	18,223,098
Sundry items.....	608,414	1,366,329	1,034,519
Expenditure in Canada	28,758,047	31,757,240	40,869,074
Claims incurred.....	14,789,551	16,128,458	21,119,885
Taxes, licences and fees.....	508,811	559,422	709,531
Commissions and general expenses.....	10,330,293	11,163,005	11,751,795
Other expenditure.....	660,137	925,034	928,849
Dividends to policyholders.....	2,469,255	2,981,321	6,359,014
Foreign Companies			
Revenue in Canada	257,743,120	274,161,505	295,402,246
Insurance premiums and annuity considerations.....	191,044,136	200,691,286	214,845,931
Investment income.....	57,021,447	62,010,010	68,404,782
Sundry items.....	9,677,537	11,460,209	12,151,533
Expenditure in Canada	195,061,765	198,137,546	204,967,518
Claims incurred.....	100,887,924	100,177,803	100,706,467
Taxes, licences and fees.....	5,037,039	5,560,088	5,994,497
Commissions and general expenses.....	52,386,589	55,108,125	53,923,595
Other expenditure.....	10,659,246	10,026,174	12,299,928
Dividends to policyholders.....	26,090,967	27,265,356	32,043,031

¹ Includes amounts written off shares purchased under mutualization plan. than those purchased by the company under the mutualization plan.

² Dividends on shares other

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 10 gives statistics of life insurance effected through fraternal benefit societies by Canadian members and Table 11 shows statistics of assets, liabilities, income and expenditure relating to all 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 of Great Britain, of the Faculty of Actuaries in Scotland, or of the Society of Actuaries) and a readjustment of rates or benefits must be made, unless the actuary certifies to the solvency of each fund. The first sections of Tables 10 and 11 relate to the 16 Canadian societies registered by the federal Department of Insurance, 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 authority from the Federal Government prior to transacting business in Canada. However, any such societies which at that date were