

The borrower is required to provide from 10 p.c. to 40 p.c. of the cost of his purchase or project, depending on the loan category to which it belongs. The Federal Government guarantees each bank against loss sustained by it up to an amount equal to 10 p.c. of loans granted by it in a lending period. This guarantee does not apply to any loan made after the aggregate of all loans made by all banks in a given period reaches an amount fixed by statute. The current maximum stands at \$400,000,000. By Dec. 31, 1960, 1,752 claims amounting to \$1,192,594 had been paid under the guarantee since the inception of the Act, representing a net loss ratio of less than one-tenth of one per cent after recoveries have been taken into account.

By the end of 1960, \$836,245,952 or 82.4 p.c. of the total loans made had been repaid. The position at that time was as follows:—

<i>Period</i>	<i>Loans Outstanding</i>	<i>P.C. of Total Loans Outstanding</i>
	\$	
1945-48.....	1,253	0.01
1948-51.....	110,788	0.08
1951-53.....	496,029	0.26
1953-56.....	2,406,133	1.09
1956-59.....	35,725,815	15.0
1959-62 (current period).....	138,796,392	74.8
<b>TOTALS.....</b>	<b>177,536,410</b>	<b>17.6</b>

### 3.—Loans Made under the Farm Improvement Loans Act, by Purpose and Province, 1959 and 1960, with Cumulative Totals from 1945

Purpose and Province	1959		1960		Cumulative Totals 1945-60	
	Loans	Amount	Loans	Amount	Loans	Amount
	No.	\$	No.	\$	No.	\$
<b>Purpose</b>						
Purchase of agricultural implements.....	55,795	76,960,785	52,811	79,942,352	728,999	867,064,822
Construction, repair or alterations of, or making additions to any buildings or structure on a farm.....	6,192	11,244,869	5,196	10,064,430	52,261	75,196,279
Purchase of livestock.....	6,699	7,957,750	7,744	9,624,919	52,869	51,378,791
Works for the improvement or development of a farm designated in the regulations.....	1,698	1,409,851	1,558	1,312,991	21,695	14,518,899
Irrigation systems.....	184	334,407	152	277,889	587	1,005,287
Purchase and installation of agricultural equipment or a farm electric system and the alteration and improvement of a farm electric system.....	420	399,267	404	470,996	5,040	3,528,711
Erection or construction of fencing or works for drainage on a farm.....	155	120,590	176	162,169	1,408	1,089,573
<b>Totals.....</b>	<b>71,143</b>	<b>98,427,519</b>	<b>68,041</b>	<b>101,855,746</b>	<b>862,859</b>	<b>1,013,782,362</b>
<b>Province</b>						
Newfoundland.....	37	54,711	49	73,567	437	571,234
Prince Edward Island.....	888	1,065,603	1,127	1,407,752	13,199	13,081,729
Nova Scotia.....	826	1,046,093	644	858,137	9,596	9,527,783
New Brunswick.....	684	865,590	654	1,022,908	8,119	9,264,753
Quebec.....	10,344	14,677,615	8,450	13,019,863	90,527	112,578,272
Ontario.....	12,874	19,109,964	11,881	18,737,174	133,554	162,985,294
Manitoba.....	7,825	10,425,581	7,519	11,010,932	103,380	116,127,837
Saskatchewan.....	17,810	23,506,750	19,242	28,222,359	247,643	293,935,215
Alberta.....	17,851	24,584,293	16,717	24,637,398	231,754	266,652,499
British Columbia.....	2,004	3,091,319	1,758	2,865,656	24,650	29,057,746