

**25.—Estates, Trust and Agency Funds of Trust Companies, Chartered by or Supervised by the Federal Government and by Provincial Governments, as at Dec. 31, 1953-62**

Year	Federal Companies <sup>1</sup>	Provincial Companies <sup>2</sup>	Total	Year	Federal Companies <sup>1</sup>	Provincial Companies <sup>2</sup>	Total
	\$	\$	\$		\$	\$	\$
1953.....	631,231,540	3,470,781,614	4,102,013,154	1958.....	990,078,160	5,328,920,074	6,318,998,224
1954.....	663,520,956	3,734,874,516	4,398,395,472	1959.....	1,127,767,607	5,774,745,226	6,902,512,833
1955.....	734,670,479	3,985,662,299	4,720,332,778	1960.....	1,246,508,258	6,143,921,379	7,390,429,637
1956.....	815,367,349	4,318,560,879	5,133,928,228	1961.....	1,948,445,628	6,170,097,541	8,118,543,169
1957.....	886,560,559	4,695,817,867	5,582,378,426	1962.....	2,195,628,230	6,818,580,561	9,014,208,791

<sup>1</sup> Includes companies chartered by the Governments of Nova Scotia, New Brunswick and Manitoba which, by arrangement, are inspected by the federal Department of Insurance. <sup>2</sup> Excludes provincial companies of Nova Scotia, New Brunswick and Manitoba which are included with federal companies.

**Section 6.—Licensed Small Loans Companies and Licensed Money-Lenders\***

Licensed small loans companies and licensed money-lenders are subject to the provisions of the Small Loans Act (RSC 1952, c. 251, as amended by c. 46 of the Statutes of 1956) an enactment of the Parliament of Canada regulating personal loans not in excess of \$1,500 made on the security of promissory notes of borrowers. Most of these notes are additionally secured by endorsements or chattel mortgages. The Act permits, in the case of licensed lenders, maximum rates of cost of loan, including charges of every kind, of 2 p.c. per month on that portion of the unpaid balance of a loan not exceeding \$300, 1 p.c. per month on that portion of the balance exceeding \$300 but not exceeding \$1,000, and one half of 1 p.c. per month on any remainder of the balance exceeding \$1,000. The maximum rate permitted to be charged by an unlicensed lender is 1 p.c. per month. Prior to Jan. 1, 1957, the scope of the Act extended only to loans of \$500 and under and the maximum rate permitted to be charged by licensed lenders was 2 p.c. per month and by unlicensed lenders 12 p.c. per annum. The small loans companies—seven in number—were incorporated by special Acts of the Parliament of Canada, the first such company commencing business in 1928. Money-lenders, of which there are 80, are made up of companies otherwise incorporated and include a few partnerships and individuals. Table 26 gives the combined financial experience of small loans companies and licensed money-lenders for the years 1959-62.

\* Further details are given in the Department of Insurance report *Small Loans Companies and Money-Lenders* for the year ended Dec. 31, 1962.

**26.—Assets and Liabilities of Small Loans Companies and Money-Lenders, 1959-62**

Assets and Liabilities	1959	1960	1961	1962
	\$	\$	\$	\$
<b>Assets</b> .....	<b>489,458,577</b>	<b>549,297,569</b>	<b>589,671,958</b>	<b>677,428,406</b>
Small loan balances.....	390,019,949	391,548,554	426,157,274	482,246,944
Balances, large loans and other contracts.....	117,019,123	143,809,201	149,610,423	179,888,234
Cash.....	5,422,090	7,136,432	6,114,919	5,924,323
Other.....	6,997,445	6,903,382	7,789,342	9,368,907
<b>Liabilities</b> .....	<b>489,458,577</b>	<b>549,297,569</b>	<b>589,671,958</b>	<b>677,428,406</b>
Borrowed money.....	398,296,116	446,112,043	477,639,594	553,914,368
Reserves for losses.....	9,536,367	10,966,543	11,603,200	13,202,626
Paid-up capital.....	36,106,703	39,495,327	42,375,438	45,030,972
Surplus paid in by shareholders.....	377,890	390,390	390,390	407,390
Earned surplus.....	17,999,186	20,107,677	25,195,896	29,462,148
Other.....	27,142,315	32,325,589	32,467,440	35,411,004