

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, 1961-63.

Revenue and Expenditure	1961	1962	1963
	\$	\$	\$
Canadian Companies			
Total Revenue	1,532,091,118	1,634,090,425	1,741,361,787
Insurance premiums and annuity considerations.....	1,060,250,335	1,120,269,350	1,181,394,382
Investment income.....	439,062,495	481,375,636	525,631,408
Sundry items.....	32,778,288	32,445,439	34,335,997
Total Expenditure	1,444,709,755	1,548,186,744	1,660,232,913
Claims incurred.....	540,804,416	572,056,264	623,342,919
Normal increase in actuarial reserve.....	426,277,286	465,387,915	488,743,250
Taxes, licences and fees.....	30,107,179	30,130,778	32,386,030
Commissions and general expenses.....	235,390,544	249,722,492	266,156,383
Sundry items.....	70,584,904	76,154,607	82,684,163
Dividends to policyholders.....	127,180,903	139,293,991	151,641,798
Increase in provision for profits to policyholders.....	14,364,523	15,440,697	15,278,370
Analysis of Increase in Surplus—			
Excess of revenue over expenditure.....	87,381,363	85,903,681	81,128,874
Net capital gain on investments.....	16,578,525	-7,099,234	-448,835
Other credits to surplus (net).....	-35,318,179 ¹	-10,396,264 ¹	-1,339,600 ¹
Net increase in special reserves or funds.....	-18,196,397	-13,696,955	-16,383,266
Special increase in actuarial reserve.....	-2,470,435	-2,566,340	-2,034,760
Dividends to shareholders.....	-3,293,123 ²	-2,293,217 ²	-2,243,932 ²
Increase in surplus (policyholders and shareholders).....	44,681,754	49,851,671	58,678,481
British Companies			
Revenue in Canada	103,298,332	114,601,159	129,472,597
Insurance premiums and annuity considerations.....	76,872,177	82,146,635	92,545,611
Investment income.....	25,144,687	29,906,324	35,130,197
Sundry items.....	1,281,468	2,548,200	1,796,789
Expenditure in Canada	48,643,560	53,667,088	61,027,253
Claims incurred.....	24,130,823	28,129,382	32,547,385
Taxes, licences and fees.....	1,019,476	960,112	1,342,136
Commissions and general expenses.....	14,847,539	16,817,232	18,310,000
Other expenditure.....	1,189,895	1,523,438	1,782,492
Dividends to policyholders.....	7,455,827	6,230,924	7,045,240
Foreign Companies			
Revenue in Canada	324,386,707	344,544,290	361,360,019
Insurance premiums and annuity considerations.....	229,401,765	242,888,277	252,158,377
Investment income.....	80,765,032	86,410,033	92,530,394
Sundry items.....	14,219,910	15,245,980	16,671,248
Expenditure in Canada	232,317,535	252,397,524	264,764,518
Claims incurred.....	118,305,427	128,109,843	132,062,919
Taxes, licences and fees.....	7,359,836	9,455,446	12,763,771
Commissions and general expenses.....	55,995,768	58,015,357	59,618,377
Other expenditure.....	13,614,606	14,427,634	14,673,762
Dividends to policyholders.....	37,041,898	42,389,244	45,645,689

¹ Includes amounts written off shares purchased under mutualization plan.

² Dividends on shares other than those purchased by the company under mutualization plan.

Subsection 4.—Life Insurance in Canada Transacted by 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 in Canada transacted by fraternal benefit societies 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.