

8.—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, 1962-64.

Revenue and Expenditure	1962	1963	1964
	\$	\$	\$
Canadian Companies			
Total Revenue	1,634,090,425	1,741,361,787	1,897,486,817
Insurance premiums and annuity considerations.....	1,120,269,350	1,181,394,382	1,284,966,622
Investment income.....	481,375,636	525,631,408	678,944,182
Sundry items.....	32,445,439	34,335,997	33,576,013
Total Expenditure	1,548,186,744	1,660,232,913	1,807,125,304
Claims incurred.....	572,056,264	623,342,919	680,587,764
Normal increase in actuarial reserve.....	465,387,915	488,743,250	532,614,494
Taxes, licences and fees.....	30,130,778	32,386,030	34,037,100
Commissions and general expenses.....	249,722,492	266,156,383	287,634,170
Sundry items.....	76,154,607	82,684,163	88,254,270
Dividends to policyholders.....	139,293,991	151,641,798	165,028,870
Increase in provision for profits to policyholders.....	15,440,697	15,278,370	18,968,636
Analysis of Increase in Surplus—			
Excess of revenue over expenditure.....	85,903,681	81,128,874	90,361,513
Net capital gain on investments.....	-7,099,234	-448,835	-712,697
Other credits to surplus (net).....	-10,396,264 ¹	-1,339,600 ¹	899,141 ¹
Net increase in special reserves or funds.....	-13,696,955	-16,383,266	-15,079,009
Special increase in actuarial reserve.....	-2,566,340	-2,034,760	-9,877,135
Dividends to shareholders.....	-2,293,217 ²	-2,243,932 ²	-2,433,991 ²
Increase in surplus (policyholders and shareholders).....	49,851,671	58,678,481	63,157,822
British Companies			
Revenue in Canada	114,601,159	129,472,597	143,176,165
Insurance premiums and annuity considerations.....	82,146,635	92,545,611	98,915,129
Investment income.....	29,906,324	35,130,197	40,335,404
Sundry items.....	2,548,200	1,796,789	3,925,632
Expenditure in Canada	53,667,088	61,027,253	69,458,537
Claims incurred.....	28,129,382	32,547,385	36,780,812
Taxes, licences and fees.....	966,112	1,342,136	1,518,147
Commissions and general expenses.....	16,817,232	18,310,000	19,301,870
Other expenditure.....	1,523,438	1,782,492	2,014,832
Dividends to policyholders.....	6,230,924	7,045,240	9,842,876
Foreign Companies			
Revenue in Canada	344,544,290	361,360,019	385,096,030
Insurance premiums and annuity considerations.....	242,888,277	252,158,377	267,154,978
Investment income.....	86,410,033	92,530,394	100,045,655
Sundry items.....	15,245,980	16,671,248	17,895,397
Expenditure in Canada	252,397,524	264,764,518	287,431,470
Claims incurred.....	128,109,843	132,062,919	143,088,010
Taxes, licences and fees.....	9,455,446	12,763,771	17,134,368
Commissions and general expenses.....	58,015,357	59,618,377	62,077,276
Other expenditure.....	14,427,634	14,673,762	16,188,804
Dividends to policyholders.....	42,389,244	45,645,689	48,943,012

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 9 gives statistics of life insurance in Canada transacted by fraternal benefit societies and Table 10 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