

Finances.—Tables 6 to 9 give information on capital liability and capital investment in road and equipment, operating revenues and expenses, employees and their earnings for all railways.* Financial statistics of government-owned railways are given separately and in detail in Subsection 2. A Uniform Classification of Accounts for common carriers became effective for the Canadian National and the Canadian Pacific Railways on Jan. 1, 1956, and for all other common carrier railways on Jan. 1, 1957. In transportation statistics a distinction is made between expenditures and expenses. In the following data, the term 'expenses' is used as defined in the Uniform Classification of Accounts and refers to the expenses of furnishing rail transportation service and of operations incident thereto, including maintenance and depreciation of the plant used in such service.

6.—Capital Liability of Railways, 1956-65

NOTE.—Figures from 1876 will be found in the corresponding table of previous Year Books beginning with the 1927-28 edition.

(Exclusive of Canadian railway capital owned by Canadian railways)

Year	Stocks	Funded Debt	Total ¹	Year	Stocks	Funded Debt	Total ¹
	\$	\$	\$		\$	\$	\$
1956.....	2,572,487,313	1,612,706,551	4,185,193,864	1961.....	2,746,537,919	2,234,316,735	4,982,854,654
1957.....	2,565,559,683	1,764,660,210	4,330,219,893	1962.....	2,769,152,492	2,245,189,028	5,014,341,520
1958.....	2,646,659,697	1,953,114,826	4,599,774,523	1963.....	2,791,044,973	2,183,556,189	4,974,601,112
1959.....	2,660,062,269	2,122,675,213	4,791,737,482	1964.....	2,815,148,215	2,181,454,852	4,996,603,067
1960.....	2,725,827,684	2,244,571,812	4,970,399,496	1965.....	2,843,118,985	2,187,613,273	5,030,732,208

¹ Exclusive of approximately \$40,000,000 railway debt in Newfoundland.

7.—Capital Invested in Railway Road and Equipment Property, 1961-65

NOTE.—Credit entries in this table result when the annual "write-offs" are greater than the annual investment in any category.

Investment	1961	1962	1963	1964	1965
	\$	\$	\$	\$	\$
Road.....	72,244,687	70,674,760	125,463,519	74,388,731	84,097,911
Equipment.....	Cr. 30,683,878	7,258,657	Cr. 16,753,029	40,086,021	100,984,284
General.....	3,152,244	243,729	84,786	45,989	325,546
Undistributed.....	40,971,544	12,905,861	Cr. 2,626,787	Cr. 7,538,650	Cr. 34,491,325
CNR non-rail property.....	15,606,157	10,513,808	3,771,974	7,219,816	4,768,452
CPR.....	25,492,752	2,681,950	Cr. 3,348,543	Cr. 17,639,710	Cr. 48,266,765
Other " ".....	Cr. 27,365	Cr. 189,397	2,446,787	2,381,244	4,006,946
Totals.....	85,634,597	90,595,558	106,168,489	106,982,091	150,916,416
Cumulative investment to Dec. 31.....	6,830,390,939	6,920,086,497	7,027,154,986	7,134,137,077	7,285,053,493

Revenues and Expenses.—Railway operating revenues and expenses continue to rise, both reaching peak levels in 1965; increases over 1964 amounted to 3.6 p.c. and 4.1 p.c., respectively, and because the increase in expenses was higher than that in revenues, net earnings decreased.

Of the total operating expenses in 1965 amounting to \$1,291,840,958, those connected with the transporting of persons and property, such as station, yard and terminal services

* Statistics for individual railways are given in DBS annual report *Railway Transport*, published in six Parts (Catalogue Nos. 52-207—52-212); details on capital liability are given in Part II (Catalogue No. 52-208).