

**15.—Chartered Bank Revenue, Expenses, Shareholders' Equity and Accumulated Appropriations for Losses, as at Oct. 31, 1965-67**

NOTE.—In 1967 the Bank Act schedule for the reporting of earnings and expenses was revised; figures for financial years 1965 and 1966 are shown on a comparable basis. In the period 1965-67 all banks ended their financial years on Oct. 31.

Item	1965	1966	1967
	\$'000,000	\$'000,000	\$'000,000
<b>FOR FINANCIAL YEAR ENDED OCT. 31</b>			
<b>Revenue—</b>			
Income from loans.....	886.4	1,042.8	1,172.6
Income from securities <sup>1</sup> .....	238.1	265.4	305.9
Other operating income.....	160.6	187.8	237.1
<b>Totals, Revenues.....</b>	<b>1,285.0</b>	<b>1,496.0</b>	<b>1,715.7</b>
<b>Expenses—</b>			
Interest on deposits and bank debentures.....	524.7	630.8	741.9
Salaries, premiums, contributions and other staff benefits.....	335.8	380.1	426.1
Property expenses, including depreciation.....	95.1	107.1	116.6
Other operating expenses <sup>2</sup> .....	126.7	134.7	155.5
<b>Totals, Expenses<sup>3</sup>.....</b>	<b>1,082.3</b>	<b>1,252.7</b>	<b>1,440.0</b>
Balance of Revenue <sup>4</sup> .....	202.7	243.3	275.7
<b>Less:</b>			
Loss experience not included in other operating expenses.....	-13.9	21.8	-3.3
Appropriations for losses, net <sup>4</sup> .....	2.2	17.2	50.9
Income taxes.....	91.6	102.7	111.3
Leaving for dividends and shareholders' equity.....	122.7	101.5	116.8
Dividends.....	67.2	71.4	75.1
Total additions to shareholders' equity.....	60.5	30.1	44.2
From above operations.....	55.5	30.1	41.7
From issue of new shares including premiums.....	5.0	--	2.5
<b>AS AT END OF FINANCIAL YEAR</b>			
<b>Shareholders' Equity—</b>			
Undivided profits.....	13.4	15.8	11.8
Rest account.....	934.0	963.7	1,009.9
Capital paid up.....	286.0	286.0	288.0
<b>Totals, Shareholders' Equity.....</b>	<b>1,233.3</b>	<b>1,265.4</b>	<b>1,309.6</b>
<b>Accumulated Appropriations for Losses.....</b>	<b>356.0</b>	<b>373.2</b>	<b>424.1</b>

<sup>1</sup> Excluding realized profits and losses on securities held in investment account which are included in the item "Loss experience not included in other operating expenses". <sup>2</sup> Includes provision for losses based on five-year average loss experience which in 1967 amounted to \$32,200,000 or 0.19 p.c. of related loans, and also includes taxes other than income taxes. <sup>3</sup> Before provision for income taxes and appropriations for losses other than those included in "Other operating expenses". <sup>4</sup> General and tax-paid appropriations for losses; net after any transfers out of accumulated appropriations for losses to undivided profits or rest account.

**Cheque Payments.**—A monthly record of the amount of cheques charged to customers' accounts at all chartered bank offices in 35 major clearing-house centres of Canada is available from 1924. Except for a minor setback in 1938, the value of cheques cashed shows a continuously upward trend from 1932, the low point of the depression. The value of cheques cashed in 35 clearing centres during 1966 amounted to a high of \$521,597,914,000, an increase of 9.5 p.c. over 1965. All five economic areas contributed to the increase, payments in the Atlantic Provinces rising 20.1 p.c., in British Columbia 13.1 p.c., in Quebec 11.9 p.c., in the Prairie Provinces 10.7 p.c. and in Ontario 6.6 p.c. Payments in the two leading centres reached all-time highs, Montreal advancing 12.3 p.c. and Toronto 5.7 p.c. over the previous year.