

20.—Operations of Federal and Provincial Mortgage Loan Companies, 1962-67

(Millions of dollars)

| Item | 1962 | 1963 | 1964 | 1965 | 1966 | 1967 |
|---|--------------|--------------|--------------|------------------|--------------|--------------|
| Assets | | | | | | |
| Demand deposits, incl. cash and foreign currency | 28 | 20 | 63 | 54 | 32 | 38 |
| Investments— | | | | | | |
| Investments in Canadian Securities— | | | | | | |
| Federal | 93 | 107 | 120 | 117 | 125 | 133 |
| Provincial | 31 | 35 | 42 | 39 | 44 | 49 |
| Municipal | 8 | 8 | 11 | 10 | 10 | 11 |
| Sales finance and commercial paper | 4 | 4 | 8 | 2 | 1 | 11 |
| Term deposits with chartered banks | .. | .. | .. | .. | 5 | 17 |
| Term deposits with trust and mortgage companies | .. | .. | .. | .. | 5 | 5 |
| Corporation bonds and debentures | 14 | 25 | 26 | 31 | 24 | 28 |
| Collateral loans | 18 | 13 | 13 | 20 | 22 | 21 |
| Mortgages— | | | | | | |
| Loans under NHA | 989 | 1,188 | 1,492 | 1,827 | 1,820 | 1,937 |
| Conventional mortgage loans | | | | | | |
| Investments in Canadian preferred and common shares | 38 | 52 | 56 | 55 | 58 | 76 |
| Investments in foreign securities | 6 | 4 | 4 | 4 | 4 | 5 |
| Investments in subsidiary and affiliated companies | 36 | 43 | 50 | 201 ¹ | 195 | 208 |
| Interest, rents and other receivables ² | 28 | 36 | 42 | 50 | 22 | 24 |
| Real estate and equipment | 7 | 8 | 10 | 15 | 59 | 61 |
| Other assets | 7 | 8 | 10 | 15 | 16 | 21 |
| Totals, Assets² | 1,300 | 1,544 | 1,936 | 2,426 | 2,570 | 2,775 |
| Liabilities | | | | | | |
| Demand and Savings Deposits— | | | | | | |
| Chequing | 205 | 139 | 155 | 162 | 165 | 151 |
| Non-chequing | | 121 | 166 | 203 | 219 | 244 |
| Term Deposits— | | | | | | |
| Under one year | | | | | 27 | 43 |
| One to six years | 866 | 995 | 1,182 | 1,372 | 834 | 962 |
| Over six years | | | | | 625 | 648 |
| Bank loans | 14 | 22 | 25 | 63 | 69 | 65 |
| Short-term loans and notes payable | 23 | 36 | 108 | 125 | 95 | 79 |
| Debts owing parent and affiliated companies | 13 | 16 | 46 | 207 ¹ | 176 | 179 |
| Interest, dividends, taxes, and other payables ² | | | | | 59 | 65 |
| Shareholders' Equity | | | | | | |
| Capital paid up | 57 | 80 | 107 | 123 | 123 | 131 |
| Investment reserves | 78 | 87 | 93 | 111 | 30 | 36 |
| Reserve fund | 44 | 47 | 54 | 61 | 95 | 115 |
| Net accruals, payables, and retained earnings ² | .. | .. | .. | .. | .. | .. |
| Retained earnings | .. | .. | .. | .. | 53 | 57 |
| Totals, Liabilities and Shareholders' Equity² | 1,300 | 1,544 | 1,936 | 2,426 | 2,570 | 2,775 |

¹ The increase over the previous year is caused by changes in inter-company accounts of affiliated companies.
² Prior to 1966, total assets exclude dividends, accrued interest and other receivables; these receivables are netted against the combined liability items, interest, dividends and other payables and retained earnings.

Subsection 2.—Licensed Small Loans Companies and Licensed Money-Lenders*

Small loans companies and money-lenders are subject to the Small Loans Act (RSC 1952, c. 251, as amended by SC 1956, c. 46). This Act, first passed in 1939, sets maximum charges on personal cash loans not in excess of \$1,500 and is administered by the Department of Insurance. Lenders not licensed under the Act may not charge more than 1 p.c.

* Prepared by the Research Department of the Bank of Canada in co-operation with the Superintendent of Insurance for Canada.