

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, 1964-66.

Revenue and Expenditure	1964	1965	1966
	\$	\$	\$
Canadian Companies			
Total Revenue	1,897,486,817	2,029,030,933	2,140,991,180
Insurance premiums and annuity considerations.....	1,284,966,622	1,360,933,717	1,408,304,564
Investment income.....	578,944,182	633,463,342	688,988,222
Sundry items.....	33,576,013	34,633,874	43,698,394
Total Expenditure	1,807,125,304	1,931,232,466	2,024,969,262
Claims incurred.....	680,587,764	745,194,637	827,252,918
Normal increase in actuarial reserve.....	532,614,494	546,065,870	501,665,617
Taxes, licences and fees.....	34,037,100	38,773,947	41,567,354
Commissions and general expenses.....	287,634,170	304,891,500	329,274,266
Sundry items.....	88,254,270	95,730,238	107,006,701
Dividends to policyholders.....	165,028,870	182,799,181	196,959,241
Increase in provision for profits to policyholders.....	18,968,636	17,777,093	21,243,165
Analysis of Increase in Surplus—			
Excess of revenue over expenditure.....	90,361,513	97,798,467	116,021,918
Net capital gain on investments.....	-712,697	-8,159,625	-10,494,385
Other credits to surplus (net).....	899,141 ¹	1,199,467 ¹	5,711,983 ¹
Net increase in special reserves or funds.....	-15,079,009	-8,428,484	-21,029,248
Special increase in actuarial reserve.....	-9,877,135	-9,004,548	-13,228,763
Dividends to shareholders.....	-2,433,991	-2,726,995	-3,662,001
Increase in surplus (policyholders and shareholders).....	63,157,822	70,678,282	73,319,504
British Companies			
Revenue in Canada	143,176,165	151,481,735	149,668,702
Insurance premiums and annuity considerations.....	98,915,129	102,521,936	95,658,583
Investment income.....	40,335,404	46,481,259	51,745,531
Sundry items.....	3,925,632	2,478,540	2,264,588
Expenditure in Canada	69,458,537	79,964,103	92,859,054
Claims incurred.....	36,780,812	43,338,044	53,700,409
Taxes, licences and fees.....	1,518,147	1,620,962	1,875,066
Commissions and general expenses.....	19,301,870	22,266,515	24,321,344
Other expenditure.....	2,014,832	3,463,006	2,791,170
Dividends to policyholders.....	9,842,876	9,275,576	10,171,065
Foreign Companies			
Revenue in Canada	385,096,030	411,064,352	441,090,586
Insurance premiums and annuity considerations.....	267,154,978	282,502,239	300,488,361
Investment income.....	100,045,655	107,689,243	117,719,567
Sundry items.....	17,895,397	20,872,870	22,882,658
Expenditure in Canada	287,431,470	306,736,360	336,444,571
Claims incurred.....	143,088,010	153,345,061	165,150,142
Taxes, licences and fees.....	17,134,368	19,056,414	22,509,535
Commissions and general expenses.....	62,077,276	65,151,502	68,781,291
Other expenditure.....	16,188,804	17,861,678	23,147,752
Dividends to policyholders.....	48,943,012	51,321,705	56,855,851

¹ Includes amounts written off shares purchased 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