

18.—Cash Income and Expenditure of Canadian Life Companies with Dominion Registration and Cash Income and Expenditure in Canada of British and Foreign Life Companies, by Principal Items, 1940-44—concluded.

Item	1940	1941	1942	1943	1944
	\$	\$	\$	\$	\$
EXPENDITURE					
Canadian Companies					
Payments to policyholders.....	216,782,766	203,939,306	188,369,179	180,607,200	194,358,643
General expenses.....	56,638,175	59,413,512	59,814,452	63,492,701	68,515,005
Dividends to stockholders.....	1,421,795	1,412,099	1,386,262	1,315,301	1,324,171
Other disbursements.....	32,836,688	34,698,921	33,326,914	32,231,708	33,594,309
Totals, Canadian Companies¹.....	307,679,424	299,463,838	282,896,807	277,646,910	297,792,128
Excess of income over expenditure.....	116,756,202	141,827,972	159,688,812	208,431,072	236,262,368
British Companies					
Payments to policyholders.....	4,311,708	3,406,555	3,664,351	2,687,256	3,517,715
General expenses.....	1,166,744	1,084,970	1,155,025	1,274,665	1,375,639
Other disbursements.....	95,083	109,366	131,081	102,650	163,090
Totals, British Companies.....	5,573,535	4,600,891	4,950,457	4,064,571	5,056,450
Excess of income over expenditure.....	1,668,302	2,153,854	1,861,239	4,008,732	3,266,943
Foreign Companies					
Payments to policyholders.....	55,595,018	50,687,247	47,125,627	45,598,531	50,158,688
General expenses.....	15,099,199	15,549,341	16,225,493	16,922,479	17,342,564
Other disbursements.....	2,890,082	3,090,051	3,187,347	2,850,578	3,184,797
Totals, Foreign Companies.....	73,584,299	69,326,639	66,538,467	65,371,588	70,686,049
Excess of income over expenditure.....	23,157,028	30,094,835	39,566,598	45,577,460	47,702,287

¹ Includes expenditure on business outside of Canada.

Subsection 4.—Life Insurance Effected through 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 19 gives statistics of life insurance effected with fraternal benefit societies by Canadian members, together with statistics of assets, liabilities, income and expenditure relating to the whole 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, London; of the Faculty of Actuaries in Scotland; of the Actuarial Society of America; or of the American Institute of Actuaries) and unless the actuary certifies to the solvency of each fund a readjustment of rates or benefits must be made. The statistics in the first part of this table relate to the 14 Canadian societies reporting to the Insurance Department of the Dominion Government, only one of which does not grant life insurance benefits.

Under an amendment to the Insurance Act, effective Jan. 1, 1920, all foreign fraternal benefit societies were required to obtain Dominion authority precedent to transacting business in Canada. However, any such societies which at that date were transacting business under provincial licences, while forbidden to accept new