

20.—Total Cash Income and Expenditure of Canadian Life Companies, under Federal Government Registration and Cash Income and Expenditure in Canada of British and Foreign Life Companies, 1950-52—concluded.

Principal Items	1950	1951	1952 ^p
	\$	\$	\$
EXPENDITURE—concluded			
British Companies			
Payments to policyholders.....	6,424,693	7,196,181	7,515,462
General expenses.....	3,709,431	4,103,989	4,780,470
Other disbursements.....	376,643	313,746	454,206
Totals, British Companies.....	10,510,767	11,613,916	12,750,138
Excess of income over expenditure.....	14,612,110	15,661,710	18,674,786
Foreign Companies			
Payments to policyholders.....	73,164,112	77,740,819	76,704,308
General expenses.....	29,078,880	32,555,983	34,785,648
Other disbursements.....	6,360,672	7,140,568	7,284,750
Totals, Foreign Companies.....	108,603,664	117,437,370	118,774,706
Excess of income over expenditure.....	51,256,717	52,248,114	62,794,298

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 21 gives statistics of life insurance effected through fraternal benefit societies by Canadian members, together with 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 certifies to the solvency of each fund. The statistics of Table 21, at pp 1174-75, relate to the 16 Canadian societies reporting to the Department of Insurance of the Federal Government, of which only one 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 authority from the Federal Government prior to transacting business in Canada. However, any such societies which at that date were transacting business under provincial licences, while forbidden to accept new members, were permitted to continue all necessary transactions in respect of insurance already in force. Most of these societies and some foreign societies that had not previously been licensed by the provinces have since obtained federal authority to transact business. Of both classes of societies, 32 transacted business in Canada during 1952; two of the societies do not grant life insurance benefits.