

CAPITALIZATION OF CANADIAN NATIONAL RAILWAYS

	Year 1951	Balance at 31st Dec., 1951	Per cent of total
EQUITY CAPITAL*			
Government of Canada—Proprietor's Equity:—			
Capital stock of Canadian National Railway Com- pany.....	No change	\$ 18,000,000	
Capital stock of The Canadian National Railways Securities Trust.....	No change	378,518,135	
Capital expenditures by Government of Canada on Canadian Government Railways.....	No change	379,877,514	
		<u>\$ 776,395,649</u>	34.5%
BORROWED CAPITAL			
Funded debt.....	\$ 43,833,206	\$ 615,197,035	
Government of Canada loans.....	117,726,260	857,573,774	
		<u>\$1,472,770,809</u>	65.5%
		<u>\$2,249,166,458</u>	100.0%

*Excluding shares of subsidiary companies held by public—\$4,518,890.

FINANCING

YEAR 1951

FUNDED DEBT

New issue:—

2¾% Equipment Trust Certificates Series "V"
1951, maturing serially to January 15, 1961.. \$ 13,500,000

Retirements:—

4½% Canadian National Railway Company Twenty Year
Guaranteed Bonds, due September 1, 1951..... \$ 48,022,000
Equipment Trusts—Serial payments..... 9,169,000
2½% Newfoundland Railway Registered Instalment Notes 142,206 57,333,206

Decrease in funded debt..... \$ 43,833,206

GOVERNMENT OF CANADA

New loans:—

For capital purposes..... \$ 57,568,453
For refunding purposes..... 63,459,825 \$ 121,028,278

Loans repaid:—

Rolling stock—Serial payments..... 3,302,018

Increase in loans from Government of Canada..... \$ 117,726,260

Increase in capital debt..... \$ 73,893,054

The issue of \$13,500,000 2¾% Equipment Trust Certificates Series "V" 1951, dated January 15, 1951, was made to finance to the extent of approximately 75% new equipment costing \$18,788,862. The certificates which mature in twenty semi-annual instalments were sold at a price of 99.00, representing an annual interest cost to the Company of 2.95%.