

Table 1: The Forest Industry in British Columbia

Summary Financial Data 1986-1995¹

(\$ millions)

	1995	1994	1993	1992	1991	1990	1989	1988	1987	1986
Sales	\$ 17,676	\$ 15,965	\$ 13,837	\$ 11,162	\$ 10,270	\$ 11,074	\$ 12,696	\$ 12,547	\$ 11,958	\$ 9,352
Direct Employment	97,500	95,900	92,200	92,200	94,800	98,600	97,600	98,100	95,000	94,600
Indirect Employment	195,000	192,000	184,000	184,000	190,000	187,600	195,800	196,200	190,000	189,200
Payments to Governments										
Federal	\$ 280	\$ 413	\$ 165	\$ 9	\$ (101)	\$ 234	\$ 420	\$ 455	\$ 360	\$ 298
Provincial and Municipal	2,506	2,414	1,439	1,006	892	1,013	1,148	1,138	1,079	596
Related to Direct Employees	1,873	1,740	1,560	1,420	1,436	1,514	1,233	1,170	1,128	974
Total	\$ 4,659	\$ 4,567	\$ 3,164	\$ 2,435	\$ 2,227	\$ 2,761	\$ 2,801	\$ 2,763	\$ 2,567	\$ 1,868
Net Earnings (Loss)										
Lumber	\$ 479	\$ 1,136	\$ 1,235	\$ 182	\$ (334)	\$ (281)	\$ 77	\$ 175	\$ 530	\$ 523
Plywood	46	65	70	24	(2)	(4)	35	18	42	75
Market Pulp	393	(103)	(479)	(178)	(250)	227	694	654	481	336
Newsprint	112	(64)	(188)	(220)	(152)	(33)	36	163	164	247
Other Operations	250	326	(118)	(70)	(131)	82	309	330	159	134
Total	\$ 1,280	\$ 1,350	\$ 520	\$ (262)	\$ (869)	\$ (9)	\$ 1,151	\$ 1,340	\$ 1,376	\$ 1,315
Capital Expenditures	\$ 1,270	\$ 1,064	\$ 1,122	\$ 907	\$ 1,525	\$ 2,252	\$ 2,280	\$ 1,537	\$ 1,075	\$ 553
Cash Flow	\$ 2,039	\$ 1,624	\$ 537	\$ 823	\$ (678)	\$ 726	\$ 2,131	\$ 2,559	\$ 2,826	\$ 1,442
Short and Long Term Debt	\$ 6,521	\$ 6,285	\$ 6,146	\$ 6,102	\$ 5,934	\$ 5,064	\$ 3,934	\$ 3,358	\$ 2,579	\$ 3,309
Capital Employed	\$ 17,303	\$ 16,140	\$ 14,469	\$ 13,854	\$ 14,074	\$ 13,141	\$ 12,180	\$ 10,690	\$ 8,864	\$ 8,090
Return on Capital Employed (%)										
Lumber	10.5	21.5	28.8	9.0	(6.4)	(4.0)	4.0	6.3	18.7	7.6
Plywood	21.5	29.1	35.0	17.1	2.1	1.2	19.2	10.7	21.9	22.1
Market Pulp	10.0	0.5	(8.1)	(2.1)	(4.3)	7.5	20.4	22.8	22.2	9.5
Newsprint	5.8	(1.2)	(3.5)	(4.0)	(2.9)	1.3	4.0	16.4	18.3	16.8
Total	9.3	10.3	5.7	0.8	(3.7)	1.7	10.9	13.9	17.4	10.2
Ret'n on Shareholders' Eq'ty (%)	13.7	15.6	7.1	(3.8)	(12.4)	(0.1)	16.8	21.9	26.3	14.8
Debt as a % of Total Capital.	38%	39%	51%	49%	50%	39%	32%	31%	29%	41%
Log Harvest (millions of m ³)	76.5	75.6	79.2	74.0	73.7	78.6	87.6	87.1	90.9	78.0
Average Logging Costs (\$/m ³)	79	69	54	48	47	46	44	41	35	33

Note

1. B.C. operations only.

Source: Price Waterhouse, "The Forest Industry in British Columbia 1995." Vancouver, B.C.: Price Waterhouse, 1996: 33.