

### Provision for compound interest on Canada savings bonds

This account records the estimated amount for the prorated provision for the special compound interest feature applicable to certain Canada savings bonds. The balance of \$102 million is \$45 million higher than at March 31, 1972.

### Deferred credits

Recorded in these accounts are amounts due to the government in respect of which payment is deferred. These are contra accounts to corresponding items under the asset categories "advances, loans and investments".

The balance of \$263 million is \$31 million more than at March 31, 1972.

TABLE 71

(in millions of dollars)

DEFERRED CREDITS	Balance at March 31, 1972	Net trans-actions 1972-73 (prelimi-nary)	Balance at March 31, 1973 (prelimi-nary)
Deferred interest—			
United Kingdom Financial Agreement Act . . . . .	101.1		101.1
The St. Lawrence Seaway Authority . . . . .	91.6	30.9	122.5
Northern Canada Power Commission . . . . .	18.1		18.1
Atomic Energy of Canada Limited . . . . .	0.1		0.1
	210.9	30.9	241.8
Balances receivable under agreements of sale of crown assets . . . . .	0.2		0.2
Crown Assets Disposal Corporation . . . . .	19.0		19.0
Unamortized premium on loans . . . . .	1.6	0.2	1.8
	231.7	31.1	262.8

### Suspense accounts

These consist of balances where some uncertainty as to disposition exists. The balance of \$6 million is the same as at March 31, 1972.

### Unmatured debt

The unmatured debt of Canada at \$29,038 million as at March 31, 1973 is comprised of \$28,704 million payable in Canadian dollars, \$260 million payable in U.S. dollars and \$74 million payable in German deutsche marks.

At March 31, 1972 unmatured debt was \$27,259 million and was comprised of \$26,923 million payable in Canadian dollars, \$262 million payable in United States dollars and \$74 million payable in German deutsche marks.

TABLE 72

(in millions of dollars)

UNMATURED DEBT	Balance at March 31, 1972	Net trans-actions 1972-73 (prelimi-nary)	Balance at March 31, 1973 (prelimi-nary)
Payable in Canadian dollars—			
Marketable bonds . . . . .	13,353.6	37.4	13,391.0
Non-marketable bonds—			
Canada savings bonds . . . . .	9,712.1	1,276.1	10,988.2
Canada pension plan . . . . .	27.3	7.2	34.5
Treasury bills . . . . .	3,830.0	460.0	4,290.0
	26,923.0	1,780.7	28,703.7
Payable in United States dollars <sup>(1)</sup> . . . . .	261.6	-1.7	259.9
Payable in Deutsche Marks <sup>(1)</sup> . . . . .	73.9		73.9
	27,258.5	1,779.0	29,037.5

<sup>(1)</sup>Marketable bonds payable in U.S. dollars are converted at U.S. \$1.00 = CAN. \$1.08108 and those payable in Deutsche Marks are converted at D.M. 3.66 = CAN. \$1.08108.

## THE CASH POSITION OF THE GOVERNMENT

The government's cash account represents balances of current and special deposits to the credit of the Receiver General for Canada in the Bank of Canada, chartered banks in Canada and certain banks in London, New York, Brussels, Bonn, Frankfurt and Rome.

The cash position of the government is affected not only by budgetary transactions but also by changes in the government's unmatured debt and other non-budgetary transactions. Non-budgetary transactions are those which

affect the government's asset and liability accounts and must be taken into account when considering the full scope of the government's financial operations.

On the asset side, the non-budgetary transactions consist, for the most part, of loans and advances to, and repayment by crown corporations and other government agencies and funds, national, provincial and municipal governments, international organizations and other borrowers. On the liability side they relate mainly to