

1850 COMPETITIVE PROBLEMS IN THE DRUG INDUSTRY

TABLE 2A.—RATES OF RETURN AND INTRAINDUSTRY VARIANCE IN RATE OF RETURN FOR 26 PRODUCER GOOD AND MINING INDUSTRIES, 1950-65

Industry	Average rate of return 1950-65 ¹	Intra-industry variance in rate of return ²	Industry	Average rate of return 1950-65 ¹	Intra-industry variance in rate of return ²
Electrical products.....	11.292	174.584	Textile products.....	7.843	18.754
Aerospace.....	12.628	113.246	Copper.....	9.842	15.673
Building materials—heating, air conditioning.....	11.886	71.494	Auto trucks.....	10.301	14.543
Paper.....	10.753	64.410	Building materials, cement.....	12.558	13.214
Oil, crude producers.....	12.608	47.690	Steel.....	8.830	12.418
Office and business equipment.....	12.871	46.056	Building materials, roof and wall.....	10.609	10.839
Miscellaneous metal work.....	8.447	35.774	Paint.....	10.096	9.855
Machinery, metal fabricating.....	9.360	34.644	Vending machines.....	12.493	8.406
Auto parts and accessories.....	12.749	34.287	Oil.....	10.087	7.937
Machinery.....	11.165	33.954	Containers, metal and glass.....	8.066	7.871
Abrasive products.....	11.814	32.161	Coal, bituminous.....	8.368	7.449
Containers, paper.....	10.638	19.228	Railroad equipment.....	8.149	6.318
Chemicals.....	10.492	18.759	Aluminum.....	7.938	2.812

¹ Rate of return is defined as net income plus fixed charges divided by total capitalization.

² The variance is the simple average of unweighted intraindustry variances for each year of the period, 1950-1965.

Source: "Underlying Data for Study" by Conrad and Plotkin, "Risk and Return in American Industry."

TABLE 2B.—RATES OF RETURN AND INTRAINDUSTRY VARIANCE IN RATES OF RETURN FOR ADJUSTED SAMPLE OF 32 PRODUCER GOOD AND MINING INDUSTRIES, 1950-1965

Industry	Average rate of return 1950-65 ¹	Intra-industry variance in rate of return ²	Industry	Average rate of return 1950-65 ¹	Intra-industry variance in rate of return ²
Electrical products.....	11.292	174.584	Chemicals.....	10.492	18.759
Aerospace.....	12.628	113.246	Textile products.....	7.843	18.754
Building materials—heating, air conditioning.....	11.886	71.494	Copper.....	9.842	15.673
Paper.....	10.753	64.410	Auto trucks.....	10.301	14.543
Oil, crude producers.....	12.608	47.690	Machinery oil well.....	13.096	14.280
Office and business equipment.....	12.871	46.056	Building materials, cement.....	12.558	13.214
Machinery, specialty.....	11.450	41.005	Steel.....	8.830	12.418
Machinery, general industrial.....	14.552	38.282	Building materials, roof and wall.....	10.609	10.839
Miscellaneous metalwork.....	8.447	35.774	Paint.....	10.096	9.855
Machinery, metal fabricating.....	9.360	34.644	Machinery, construction and material handling.....	10.580	9.372
Auto parts and accessories.....	12.749	34.287	Vending machines.....	12.493	8.406
Machinery agricultural.....	8.212	33.349	Oil.....	10.087	7.937
Abrasive products.....	11.814	32.161	Containers, metal and glass.....	8.066	7.871
Machinery, industrial.....	12.181	21.326	Coal, bituminous.....	8.368	7.449
Machine tools.....	10.906	21.054	Railroad equipment.....	8.149	6.318
Containers, paper.....	10.638	19.228	Aluminum.....	7.938	2.812

¹ Rate of return is defined as net income plus fixed charges divided by total capitalization.

² The variance is the simple average of unweighted intraindustry variances for each year of the period, 1950-65.

Source: "Underlying Data for Study" by Conrad and Plotkin, "Risk and Return in American Industry."