

Small business is big in Canada: 98.1% of businesses have fewer than 100 employees and contribute slightly more than 30% to Canada's GDP.

SME DISTRIBUTION

Size of Firm	# of Firms	% of Firms
Micro (I-4 employees)	615,599	54.9%
Small (5-99 employees)	485,180	43.2%
Medium (100-499 employees)	18,999	1.7%
Large (500+ employees)	2,528	0.2%
TOTAL	1,122,306	100.0%

Statistics Canada, Business Register, December 2011. Excludes enterprises without employees.

SME Distribution by Region	% SME	% Population
Newfoundland & Labrador	1.5%	1.5%
Nova Scotia	2.7%	2.8%
Prince Edward Island	0.5%	0.4%
New Brunswick	2.3%	2.2%
Quebec	21.8%	23.6%
Ontario	35.0%	38.4%
Manitoba	3.3%	3.6%
Saskatchewan	3.5%	3.1%
Alberta	13.6%	10.9%
British Columbia	15.5%	13.1%
Nunavut / NWT / Yukon	0.3%	0.3%

Statistics Canada, Business Register, December 2011 and Census 2011.

SME Distribution by Industry	#	%
Retail trade	146,056	13.1%
Other services	125,200	11.3%
Construction	125,725	11.3%
Professional, scientific and technical services	124,616	11.2%
Health care and social assistance	96,655	8.7%
Accommodation and food services	74,130	6.7%
Wholesale trade	61,471	5.5%
Manufacturing	51,507	4.6%
Transportation and warehousing	51,147	4.6%
Administrative and waste management	51,733	4.7%
Agriculture, forestry, fishing and hunting	50,872	4.6%
Real estate and rental and leasing	44,659	4.0%
Finance and insurance	41,981	3.8%
Arts and entertainment	16,977	1.5%
Management of companies and enterprises	13,800	1.2%
Information and cultural industries	13,883	1.3%
Educational services	11,856	1.1%
Mining and oil and gas extraction	9,147	0.8%
TOTAL	1,113,052	100.0%

Statistics Canada, Business Register, December 2011.

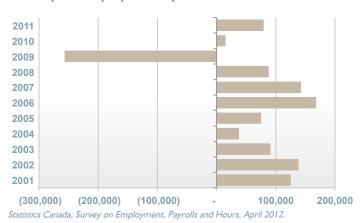
EXPORTS

In a global economy, exports add significantly to economic growth. 86% of exporting companies are small (<100 employees), but produce only 25% of the total value of Canadian exports; the majority of exports (57%) are provided by large firms.

SME JOB CREATION

SMEs employed 63.7% of private sector employees in 2011, or 6.8 million people across the country. In 2011, SMEs created about 79 000 jobs. Over the 2001 to 2011 period SMEs were responsible for 53.9% of all jobs created on average in the private sector.

Relative contributions to the net change in private sector paid employment by SMEs

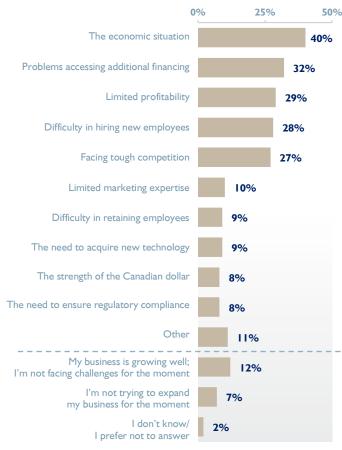


of Firms 31.155 86.1% Small (fewer than 100 employees) Medium (100-499 employees) 3,836 10.6% 3.3% Large (500+ employees) 1,194 **TOTAL** 36,185 100.0%

Statistics Canada, Exporter Register, 2010.

BUSINESS CHALLENGES

SMEs report several key business challenges that prevent them from expanding their company.



BDC ViewPoints study, October 2011.

bdc.ca BUSINESS DEVELOPMENT BANK OF CANADA