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### SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

NOVEMBER, 1945.

Net sales of securities by Canada to other countries expanded to \$19.2 million in November as compared with \$12.5 million in October and \$6.6 million in September. Sales of Dominion bond issues accounted for \$8.2 million and sales of United States stocks \$5.4 million of the total.

Net sales to the United States of \$23.0 million were higher than in any other months of the year except June and July. These figures of net sales are exclusive of the retirement of \$4.0 million Dominion of Canada 3's of 1968 called for redemption in November.

Sales of Canadian bonds to the United States amounted to \$12.0 million on balance. Sales of Dominions were \$8.2 million, provincials \$1.7 million, Government Guarantees \$0.8 million and other corporations \$0.7 million. Sales of both Canadian and United States stocks were also high.

Net repurchases from the United Kingdom increased to \$3.8 million of which \$3.3 million was composed of Canadian stocks.

Sales to other countries were small and practically in equilibrium.

In the eleven months ending November, 1945, net sales of securities to all countries amounted to \$179.4 million compared with \$93.5 million in the corresponding period of 1944. During the same period net sales to the United States totalled \$206.1 million compared with \$106.5 million in 1944. The increase in sales to all countries arises mainly from net sales of Canadian bonds which were \$124.4 million, an increase over the same period of 1944 of \$47.1 million. The remainder of the increase results chiefly from sales of Canadian stocks of \$7.2 million in 1945 compared with repurchases of \$5.4 million in 1944 and from net sales of United States stocks of \$39.9 million in 1945, an increase of \$23.3 million over the same period of 1944.

In table 5 showing the index numbers of common stocks prices in Canada and the United States all groups showed marked gains and again advanced to new high levels. The prices of government bonds remained relatively stable. The official buying and selling rates for foreign exchange remained at the levels fixed in September 1939.

The international trade in securities shown by statistics in this bulletin was carried on through the medium of the investment dealers, stock exchanges, banks, Canadian branches of United States houses and other agencies in Canada. It should be noted that certain types of international security transactions are not included in these statistics. Besides some transactions carried on directly outside of Canada independently of the reporting agencies the most important group of security transactions not included are new issues of Canadian securities floated abroad, the redemption of called or matured Canadian bonds owned abroad, and official repatriation operations. For a period of years, retirements of Canadian bonds owned outside of Canada have exceeded flotations of new issues abroad by substantial amounts. Statistics of these capital movements are included in the annual reports of the Canadian Balance of International Payments.

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES  
(In millions of dollars to nearest hundred thousand)

Table 1.

Year and Month	Total Transactions			United States			United Kingdom			Other Countries		
	Sales to	Pur-chases from	Net Sales + Purch. -	Sales to	Pur-chases from	Net Sales + Purch. -	Sales to	Pur-chases from	Net Sales + Purch. -	Sales to	Pur-chases from	Net Sales + Purch. -
<u>1943</u>												
TOTAL .....	267.9	95.7	+ 172.2	264.0	83.1	+ 180.9	0.1	10.7	- 10.6	3.8	1.9	+ 1.9
October .....	27.9	6.8	+ 21.1	27.8	6.0	+ 21.8	(1)	0.7	- 0.7	0.1	0.1	-
November .....	12.1	5.7	+ 6.4	12.0	5.0	+ 7.0	(1)	0.6	- 0.6	0.1	0.1	-
December ....	17.0	9.2	+ 7.8	16.7	7.7	+ 9.0	(1)	1.4	- 1.4	0.3	0.1	+ 0.2
<u>1944</u>												
TOTAL .....	213.0	116.0	+ 97.0	206.3	93.4	+ 112.9	0.5	19.2	- 18.7	6.1	3.3	+ 2.8
January .....	16.6	10.5	+ 6.1	15.7	7.9	+ 7.8	(1)	2.1	- 2.1	0.9	0.5	+ 0.4
February ....	16.1	8.6	+ 7.5	15.6	6.6	+ 9.0	(1)	1.9	- 1.9	0.5	0.1	+ 0.4
March .....	20.4	9.7	+ 10.7	19.3	7.9	+ 11.4	(1)	1.2	- 1.2	1.1	0.6	+ 0.5
April .....	12.9	6.3	+ 6.6	12.8	5.8	+ 7.0	(1)	0.5	- 0.4	0.1	(1)	(1)
May .....	26.9	8.2	+ 18.7	26.5	6.8	+ 19.7	(1)	1.1	- 1.1	0.4	0.3	+ 0.1
June .....	20.5	10.3	+ 10.2	20.4	9.0	+ 11.4	(1)	1.3	- 1.3	0.2	0.1	+ 0.1
July .....	20.8	11.1	+ 9.7	20.0	9.7	+ 10.3	0.3	1.2	- 0.9	0.5	0.2	+ 0.3
August .....	18.5	10.1	+ 8.4	18.0	8.9	+ 9.1	0.1	1.0	- 0.9	0.4	0.2	+ 0.2
September ...	11.6	8.2	+ 3.4	11.1	6.1	+ 5.0	(1)	1.9	- 1.9	0.5	0.2	+ 0.5
October ....	16.1	7.9	+ 8.2	15.9	6.4	+ 9.5	(1)	1.4	- 1.4	0.2	0.1	+ 0.3
November ....	13.5	9.5	+ 4.0	13.0	7.3	+ 5.7	(1)	1.9	- 1.9	0.5	0.3	+ 0.2
December ....	18.1	15.2	+ 2.9	17.3	10.9	+ 6.4	(1)	3.5	- 3.5	0.8	0.8	-
<u>1945</u>												
TOTAL .....	350.4	171.0	+ 179.4	344.8	138.7	+ 206.1	0.3	29.1	- 28.8	5.5	3.2	+ 2.1
January .....	26.0	16.3	+ 9.7	25.5	13.8	+ 11.7	(1)	2.2	- 2.2	0.5	0.3	+ 0.2
February ....	27.2	15.9	+ 11.3	26.3	13.0	+ 13.3	(1)	2.3	- 2.3	0.9	0.6	+ 0.3
March .....	20.6	10.6	+ 10.0	20.0	9.3	+ 10.7	(1)	1.2	- 1.2	0.6	0.1	+ 0.5
April .....	25.8	11.7	+ 14.1	25.6	9.3	+ 16.3	(1)	2.3	- 2.3	0.2	0.1	+ 0.1
May .....	30.7	11.8	+ 18.9	30.5	8.5	+ 22.0	(1)	3.1	- 3.1	0.2	0.2	-
June .....	67.5	32.4	+ 35.1	67.2	23.9	+ 45.3	(1)	8.2	- 8.2	0.2	0.2	-
July .....	31.8	10.1	+ 21.7	30.5	6.6	+ 23.9	(1)	2.6	- 2.6	1.3	0.9	+ 0.4
August .....	29.3	8.9	+ 20.4	28.9	8.0	+ 20.9	(1)	0.6	- 0.6	0.4	0.3	+ 0.1
September ...	19.6	13.0	+ 6.6	19.1	11.9	+ 7.2	(1)	1.0	- 1.0	0.5	0.1	+ 0.4
October ....	28.7	16.2	+ 12.5	28.3	14.6	+ 13.7	0.1	1.4	- 1.3	0.4	0.3	+ 0.1
November (x)	43.0	23.8	+ 19.2	42.7	19.7	+ 23.0	0.1	3.9	- 3.8	0.1	0.1	-

(1) Less than 0.05

(x) Subject to revision.

Table 2

## ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, NOVEMBER, 1945.

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
	\$	\$	Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
Bonds & Debentures, Total.....	19,606,045	7,090,363	\$ 19,547,906	\$ 6,570,120	\$ 12,620	\$ 492,971	\$ 45,519	\$ 27,772
Canadian New Issues .....	60,500	-	35,000	-	800	-	24,700	-
Canadian Outstanding Issues								
Dominion .....	13,367,300	5,209,877	13,350,982	5,189,550	5,317	1,087	11,001	19,240
Provincial .....	1,803,909	344,988	1,800,431	125,572	2,974	217,157	504	2,259
Municipal .....	297,855	232,277	297,855	37,303	-	193,437	-	1,537
Guaranteed by the Dominion .....	852,572	4,653	852,372	3,363	-	1,290	-	-
Railway, other .....	253,965	15,832	253,965	13,648	-	2,184	-	-
Other Corporations .....	1,135,947	470,142	1,126,633	388,090	-	77,816	9,314	4,236
United States New Issues								
Government .....	-	19,648	-	19,648	-	-	-	-
Other .....	-	38,750	-	38,750	-	-	-	-
United States Outstanding Issues								
Government .....	483,180	476,136	483,180	476,136	-	-	-	-
Other .....	795,577	133,754	795,577	133,754	-	-	-	-
United Kingdom New Issues								
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues								
Government .....	3,529	-	-	-	3,529	-	-	-
Other .....	48,401	-	48,401	-	-	-	-	-
Other Countries New Issues .....	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues	128,840	63,581	128,840	63,581	-	-	-	-
Unspecified Bonds & Debentures ...	374,670	80,725	374,670	80,725	-	-	-	-
<u>Common &amp; Preference Stocks</u>								
Canadian .....	11,585,617	10,414,611	11,413,331	6,898,847	49,900	3,415,606	122,386	100,158
United States .....	11,592,855	6,213,450	11,580,474	6,206,695	-	-	12,381	6,755
United Kingdom .....	39,849	56,813	2,340	56,813	37,509	-	-	-
Other Countries .....	127,035	-	127,035	-	-	-	-	-
Short-Term Securities (1 year or less) .....	-	-	-	-	-	-	-	-
<u>Other Securities</u>								
Canadian .....	33,984	-	33,984	-	-	-	-	-
United States .....	-	-	-	-	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
<b>TOTAL .....</b>	<b>42,985,385</b>	<b>23,775,237</b>	<b>42,705,070</b>	<b>19,732,475</b>	<b>100,029</b>	<b>3,908,577</b>	<b>180,286</b>	<b>134,185</b>

## ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, ELEVEN MONTHS ENDING NOVEMBER, 1945.

Table 2A

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
			\$	\$	\$	\$	\$	\$
Bonds & Debentures, Total . . . . .	200,474,024	67,889,246	196,032,687	58,916,660	43,773	6,533,455	4,397,564	2,439,131
Canadian New Issues . . . . .	1,202,018	--	275,245	--	800	--	925,973	--
Canadian Outstanding Issues								
Dominion . . . . .	107,019,403	37,422,096	103,675,450	35,956,830	7,325	628,855	3,336,628	836,411
Provincial . . . . .	23,243,142	4,447,115	23,237,179	2,426,882	2,974	1,847,055	2,989	173,178
Municipal . . . . .	8,129,939	2,610,533	8,129,939	1,642,047	--	966,949	--	1,537
Guaranteed by the Dominion . . . . .	13,292,415	1,304,745	13,286,063	390,603	--	39,733	6,352	874,409
Railway, other . . . . .	5,397,594	1,107,154	5,394,699	895,387	2,895	211,767	--	--
Other Corporations . . . . .	20,536,536	7,572,293	20,432,835	4,297,581	11,165	2,773,708	92,536	501,004
United States New Issues								
Government . . . . .	--	936,800	--	935,892	--	--	--	908
Other . . . . .	--	812,228	--	812,228	--	--	--	--
United States Outstanding Issues								
Government . . . . .	5,134,580	4,417,365	5,134,580	4,417,365	--	--	--	--
Other . . . . .	7,613,506	2,309,696	7,603,787	2,271,500	--	9,690	9,719	28,506
United Kingdom New Issues								
Government . . . . .	--	--	--	--	--	--	--	--
Other . . . . .	--	--	--	--	--	--	--	--
United Kingdom Outstanding Issues								
Government . . . . .	140,100	69,784	122,206	69,784	17,894	--	--	--
Other . . . . .	382,318	28,910	381,598	16,404	720	12,506	--	--
Other Countries New Issues . . . . .	--	45,700	--	45,700	--	--	--	--
Other Countries Outstanding Issues								
2,331,029	1,255,972	2,307,662	1,189,602	--	43,192	23,367	23,178	
Unspecified Bonds & Debentures	6,051,444	3,548,855	6,051,444	3,548,855	--	--	--	--
Common & Preference Stocks								
Canadian . . . . .	76,915,848	69,688,662	75,925,586	46,741,459	176,131	22,255,328	814,131	691,375
United States . . . . .	72,438,322	32,549,027	72,380,258	32,476,296	13,490	19,625	44,574	57,106
United Kingdom . . . . .	128,665	398,640	59,595	143,623	61,254	252,985	7,816	2,022
Other Countries . . . . .	414,953	353,783	414,953	351,513	--	1,135	--	1,135
Short-Term Securities (1 year or less)	--	91,228	--	91,228	--	--	--	--
Other Securities								
Canadian . . . . .	33,984	--	33,984	--	--	--	--	--
United States . . . . .	9,667	--	9,667	--	--	--	--	--
United Kingdom . . . . .	--	--	--	--	--	--	--	--
TOTAL . . . . .	350,415,463	170,970,586	344,856,730	138,720,779	294,648	29,063,028	5,264,085	3,186,779

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES  
BY NATIONALITY AND CLASS OF SECURITY  
(SUMMARY TABLE) NOVEMBER, 1945.

Table 3

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
	\$	\$	\$	\$	\$	\$	\$	\$
Canadian Securities, Total ..	29,391,449	16,692,380	29,164,553	12,656,373	58,991	3,908,577	167,905	127,430
Bonds & Debentures .....	17,771,848	6,277,769	17,717,238	5,757,526	9,091	492,971	45,519	27,272
Common & Preference Stocks .	11,585,617	10,414,611	11,413,331	6,008,847	49,900	3,415,606	122,386	100,158
Other Securities .....	33,984	-	33,984	-	-	-	-	-
United States Securities, Total	12,871,612	6,881,738	12,859,231	6,874,983	-	-	12,381	6,755
Bonds & Debentures .....	1,278,757	668,288	1,278,757	668,288	-	-	-	-
Common & Preference Stocks .	11,592,855	6,213,450	11,580,474	6,206,695	-	-	12,381	6,755
Other Securities .....	-	-	-	-	-	-	-	-
United Kingdom Securities,								
Total .....	91,779	56,813	50,741	56,813	41,038	-	-	-
Bonds & Debentures .....	51,930	-	48,401	-	3,529	-	-	-
Common & Preference Stocks .	39,849	56,813	2,340	56,813	37,509	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities,								
Total .....	255,875	63,581	255,875	63,581	-	-	-	-
Bonds & Debentures .....	128,840	63,581	128,840	63,581	-	-	-	-
Common & Preference Stocks .	127,035	-	127,035	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less) .....	-	-	-	-	-	-	-	-
Unspecified Bonds & Debentures	374,670	80,725	374,670	80,725	-	-	-	-
TOTAL .....	42,985,385	23,775,237	42,705,070	19,732,475	100,029	3,908,577	180,286	134,185

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES  
BY NATIONALITY AND CLASS OF SECURITY  
FOR THE ELEVEN MONTHS ENDING NOVEMBER, 1945.

Table 3A

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
	\$	\$	\$	\$	\$	\$	\$	\$
Canadian Securities, Total ..	255,770,879	124,152,598	250,390,980	92,350,789	201,290	28,723,895	5,178,609	5,077,914
Bonds & Debentures .....	178,821,047	54,463,936	174,431,410	45,609,530	25,159	6,468,067	4,384,478	2,386,559
Common & Preference Stocks..	76,915,848	69,688,662	75,925,586	46,741,459	176,151	22,255,828	814,151	691,375
Other Securities .....	33,984	-	33,984	-	-	-	-	-
United States Securities,								
Total .....	85,196,075	41,025,116	85,128,292	40,913,281	13,490	20,315	54,293	82,520
Bonds & Debentures .....	12,748,086	8,476,089	12,738,367	8,436,985	-	9,690	9,719	29,414
Common & Preference Stocks .	72,438,322	32,549,027	72,380,258	32,476,296	13,490	19,625	44,574	53,106
Other Securities .....	9,667	-	9,667	-	-	-	-	-
United Kingdom Securities,								
Total .....	651,083	497,334	563,399	229,811	79,868	265,491	7,816	2,052
Bonds & Debentures .....	522,418	98,694	503,804	86,188	18,614	12,506	-	-
Common & Preference Stocks..	128,665	398,640	59,595	143,623	61,254	252,965	7,816	2,032
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities,								
Total .....	2,745,982	1,655,455	2,722,615	1,586,815	-	44,527	23,367	24,313
Bonds & Debentures .....	2,331,029	1,301,672	2,307,662	1,235,302	-	43,192	23,367	23,178
Common & Preference Stocks .	414,953	353,783	414,953	351,513	-	1,156	-	1,135
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less) .....	-	91,228	-	91,228	-	-	-	-
Unspecified Bonds & Debentures .....	6,051,444	3,548,855	6,051,444	3,548,855	-	-	-	-
TOTAL .....	350,415,463	170,970,586	344,856,730	138,720,779	294,648	29,063,028	5,264,085	3,186,779

BID PRICE AND YIELD FOR DOMESTIC GOVERNMENT BONDS IN UNITED KINGDOM,  
UNITED STATES AND CANADA

Table 4.

	United Kingdom		United States			Dominion of Canada	
	3½ War Loan Callable on or after Dec. 1, 1952+		3% of Sept. 15 1955, callable on or after Sept. 15, 1951			3% of June 1, 1955, callable on or after June 1, 1960.	
	Price	Yield	Price	Yield	Tax Equiv.x	Price	Yield
<b>1943</b>							
August 18 ...	102.88	3.14	111.75	1.45	2.39	100.38	2.94
September 15 ...	102.74	3.16	111.72	1.44	2.38	100.38	2.94
October 13 ...	103.53	3.05	111.66	1.44	2.38	100.38	2.94
November 17 ...	103.44	3.06	111.34	1.46	2.40	100.38	2.94
December 15 ...	103.18	3.09	111.03	1.49	2.43	100.50	2.92
<b>1944</b>							
January 19 ...	103.16	3.09	111.06	1.47	2.41	100.88	2.85
February 16 ...	103.14	3.09	111.16	1.44	2.38	101.25	2.78
March 15 ...	102.93	3.11	111.34	1.40	2.34	101.38	2.76
April 19 ...	102.91	3.11	111.31	1.39	2.33	101.25	2.78
May 17 ...	103.33	3.05	111.25	1.38	2.34	101.25	2.77
June 14 ...	103.19	3.07	111.13	1.38	2.34	101.25	2.77
July 19 ...	103.10	3.08	111.19	1.36	2.32	101.25	2.77
August 16 ...	103.02	3.08	111.09	1.35	2.31	101.38	2.74
September 13 ...	103.31	3.04	110.56	1.42	2.38	101.50	2.71
October 18 ...	103.42	3.02	110.53	1.40	2.36	101.38	2.73
November 15 ...	104.09	2.93	110.38	1.40	2.36	101.38	2.73
December 13 ...	103.88	2.95	110.63	1.35	2.31	101.75	2.65
<b>1945</b>							
January 17 ...	104.11	2.91	111.28	1.23	2.19	101.75	2.64
February 14 ...	104.28	2.88	111.53	1.18	2.14	102.00	2.59
March 14 ...	104.01	2.92	111.97	1.09	2.05	102.25	2.54
April 18 ...	104.18	2.89	111.91	1.07	2.03	102.38	2.50
May 16 ...	103.90	2.92	111.66	1.09	2.05	102.38	2.50
June 13 ...	103.69	2.95	111.56	1.08	2.04	102.85	2.39
July 18 ...	103.55	2.96	111.66	1.04	2.00	103.20	2.30
August 15 ...	103.73	2.93	111.13	1.10	2.06	103.25	2.28
September 19 ...	103.51	2.96	110.56	1.17	2.13	103.35	2.25
October 17 ...	103.18	3.00	110.97	1.08	2.04	103.40	2.22
November 14 ...	103.16	3.00	110.88	1.07	2.03	103.40	2.21

\* All prices are quoted on an "and interest" basis. The price of the United Kingdom War Loan has been adjusted from the "flat" basis on which it is quoted in London.

x Yield on a comparable taxable security which would give an equivalent net return to holders who were subject to income tax at the flat corporation rates. This rate was 16½% to December 31, 1939; 18% to June, 1940; and 20.9% to July, August and September; and 24% in October and thereafter.



## INDEX NUMBERS OF COMMON STOCKS PRICES IN CANADA

AND THE UNITED STATES

(1935-39=100)

Table 5

	C A N A D A			United States (402) (Standard & Poor's Corp.) (354 Industrials 20 Railroads 28 Utilities)	
	Dominion Bureau of Statistics		Mining Stocks		
	Investors' Price Index (95)	Mining Stocks			
	(68 Industrials 19 Utilities 8 Banks)		Gold Stocks (22)	Composite Mining Index (25)	
<b>1943</b>					
May .....	83.7	56.6	66.9	95.2	
June .....	86.3	59.1	68.4	96.7	
July .....	91.0	62.8	71.5	98.5	
August .....	88.9	66.4	75.1	94.4	
September .....	89.3	71.9	79.2	95.6	
October .....	86.4	68.5	77.2	94.8	
November .....	79.6	65.9	72.9	91.4	
December .....	80.5	68.5	74.9	91.8	
<b>1944</b>					
January .....	81.5	72.2	78.5	94.6	
February .....	82.0	71.3	77.5	94.4	
March .....	81.5	70.1	76.0	96.6	
April .....	79.3	70.4	78.0	95.1	
May .....	79.9	69.2	77.5	97.2	
June .....	83.7	74.1	82.2	101.5	
July .....	87.5	80.0	87.3	104.3	
August .....	86.8	78.4	85.3	102.7	
September .....	85.0	77.4	84.9	100.7	
October .....	86.2	75.6	84.1	103.5	
November .....	86.0	75.9	83.1	102.7	
December .....	86.6	74.4	80.6	104.7	
<b>1945</b>					
January .....	89.4	80.5	85.6	108.4	
February .....	92.9	87.3	91.7	113.0	
March .....	93.2	84.7	89.8	111.8	
April .....	94.2	85.3	90.5	114.4	
May .....	97.2	90.6	94.3	118.2	
June .....	102.5	92.2	96.5	120.7	
July .....	100.5	88.0	93.1	118.4	
August .....	99.6	89.7	93.7	117.9	
September .....	102.0	91.2	94.5	126.1	
October .....	104.2	96.2	98.8	132.0	
November .....	107.2	102.3	105.5		