

DEPARTMENT OF TRADE AND COMMERCE
DOMINION BUREAU OF STATISTICS - CANADA
INTERNATIONAL PAYMENTS BRANCHDominion Statistician: S. A. Cudmore, M.A. (Oxon.), LL.D. (Tor.), F.S.S., F.R.S.C.
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SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIESJULY, 1945

Total net sales of securities to all countries in July, while much lower than the record high level of \$35.1 million in June, were, at \$21.7 million, higher than any month since July 1943. The demand for Canadian bonds continued heavy but sales of Canadian and United States stocks were somewhat below recent levels.

Net sales of securities to the United States of \$23.9 million, were, with the exception of June, the highest since June 1943. Sales of Canadian bonds accounted for \$20.8 million, \$14.9 million of this being concentrated in Dominion issues. Net sales of Dominion Guarantees were \$1.8 million, provincials \$1.7 million and other corporations \$1.2 million. Net sales of Canadian stocks to the United States were \$1.0 million and net sales of United States stocks \$1.6 million.

Net repurchases of securities from the United Kingdom were \$2.6 million, \$2.0 million in Canadian stocks, the remaining \$0.6 million divided between the different issues of Canadian bonds. The trade in July was more comparable to earlier months of the year than in June when repurchases of stock were at a record level.

Trade with other countries increased moderately and represented net sales of \$0.4 million.

In the seven months ending July 1945, net sales of securities to all countries were \$120.8 million compared with \$69.5 million in the corresponding period of 1944. This increase arises from increased sales of Canadian stocks of \$5.2 million in 1945 compared with repurchases of \$4.1 million in 1944, an increase of \$11.2 million in net sales of United States stocks in 1945 and heavier net sales of Canadian bonds which were \$28.4 million larger in this period of 1945 than in the corresponding period of 1944.

The index number of common stocks prices in Canada and the United States all were somewhat lower than the high levels established in June. The prices of Government bonds shown in Table 4 showed only minor changes. 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.

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SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

Table 1.

(in millions of dollars to nearest hundred thousand)

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.-
1943												
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
July	31.7	9.7	+ 22.0	31.1	8.2	+ 22.9	(1)	1.2	- 1.2	0.6	0.3	+ 0.3
August	20.5	7.3	+ 13.2	20.2	6.2	+ 14.0	(1)	1.0	- 1.0	0.3	0.1	+ 0.2
September ...	10.2	7.6	+ 2.6	9.8	5.3	+ 4.5	(1)	2.2	- 2.2	0.3	0.1	+ 0.2
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
1944												
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	-
1945												
TOTAL	229.7	108.9	+ 120.8	225.8	84.5	+ 141.3	0.1	22.1	- 22.0	3.8	2.3	+ 1.5
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	+ 43.3	(1)	8.2	- 8.2	0.2	0.2	-
July (x)	31.8	10.1	+ 21.7	30.5	6.6	+ 23.9	(1)	2.6	- 2.6	1.3	0.9	+ 0.4

(1) Less than 0.05.

(x) Subject to revision.

ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, JULY 1945

Table 2.

	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	24,436,437	3,336,481	23,291,808	1,848,108	11,165	670,849	1,133,464	817,524
Canadian New Issues	659,065	-	-	-	-	-	659,065	-
Canadian Outstanding Issues								
Dominion	16,441,514	1,543,538	15,993,451	1,085,432	-	152	448,063	457,954
Provincial	1,826,887	219,201	1,824,886	115,178	-	101,938	2,001	2,085
Municipal	908,238	90,768	908,238	5,601	-	85,167	-	-
Guaranteed by the Dominion	1,843,007	318,574	1,843,007	3,531	-	-	-	315,043
Railway, other	279,487	26,033	279,487	23,033	-	3,000	-	-
Other Corporations	1,314,091	592,055	1,279,730	76,879	11,165	480,592	23,196	34,584
United States New Issues								
Government	-	-	-	-	-	-	-	-
Other	-	3,570	-	3,570	-	-	-	-
United States Outstanding Issues								
Government	301,794	329,598	301,794	329,598	-	-	-	-
Other	400,255	87,151	400,255	82,983	-	-	-	4,168
United Kingdom New Issues								
Government	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues								
Government	-	41,254	-	41,254	-	-	-	-
Other	1,129	-	1,129	-	-	-	-	-
Other Countries New Issues	-	9,668	-	9,668	-	-	-	-
Other Countries Outstanding Issues	206,319	11,916	205,180	8,226	-	-	1,139	3,690
Unspecified Bonds & Debentures	254,651	63,155	254,651	63,155	-	-	-	-
Common & Preference Stocks								
Canadian	3,989,877	4,927,967	3,847,934	2,893,152	17,039	1,997,921	124,904	36,894
United States	3,413,721	1,828,410	3,401,926	1,819,710	-	-	11,795	8,700
United Kingdom	8,216	-	400	-	-	-	7,816	-
Other Countries	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less)	-	-	-	-	-	-	-	-
Other Securities								
Canadian	-	-	-	-	-	-	-	-
United States	-	-	-	-	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
TOTAL	31,848,251	10,092,858	30,542,068	6,560,970	28,204	2,668,770	1,277,979	863,118

ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, SEVEN MONTHS ENDING JULY 1945

Table 2 A

	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	138,206,796	44,925,249	134,877,006	37,783,402	24,560	5,218,197	3,305,230	1,923,650
Canadian New Issues	933,558	-	49,475	-	-	-	884,083	-
Canadian Outstanding Issues								
Dominion	67,892,507	22,883,754	65,545,043	21,972,191	-	271,956	2,347,464	639,607
Provincial	17,545,216	3,201,417	17,542,731	1,672,275	-	1,471,519	2,485	57,623
Municipal	6,436,557	2,036,874	6,436,557	1,365,131	-	671,743	-	-
Guaranteed by the Dominion ...	10,396,259	1,153,282	10,389,907	271,737	-	28,355	6,352	853,190
Railway, other	4,345,725	854,837	4,342,830	649,529	2,895	205,308	-	-
Other Corporations	15,552,541	5,287,992	15,494,040	2,434,341	11,165	2,503,928	47,336	349,723
United States New Issues								
Government	-	363,602	-	363,602	-	-	-	-
Other	-	480,673	-	480,673	-	-	-	-
United States Outstanding Issues								
Government	3,792,892	2,893,872	3,792,892	2,893,872	-	-	-	-
Other	4,635,792	1,728,818	4,635,792	1,710,454	-	9,690	-	8,674
United Kingdom New Issues								
Government	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues								
Government	132,706	69,784	122,206	69,784	10,500	-	-	-
Other	28,017	28,910	28,017	16,404	-	12,506	-	-
Other Countries New Issues	-	45,700	-	45,700	-	-	-	-
Other Countries Outstanding Issues	1,820,948	1,083,055	1,803,438	1,025,030	-	43,192	17,510	14,833
Unspecified Bonds & Debentures	4,694,078	2,812,679	4,694,078	2,812,679	-	-	-	-
Common & Preference Stocks								
Canadian	49,752,434	44,544,143	49,243,311	27,541,276	29,522	16,599,874	479,601	402,993
United States	41,681,381	19,240,608	41,651,317	19,178,008	-	19,194	30,064	43,406
United Kingdom	65,071	228,777	57,255	683	-	228,094	7,816	-
Other Countries	2,408	4,555	2,408	2,285	-	1,135	-	1,135
Short-Term Securities (1 year or less)	-	-	-	-	-	-	-	-
Other Securities								
Canadian	-	-	-	-	-	-	-	-
United States	9,667	-	9,667	-	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
TOTAL	229,717,757	108,943,332	225,840,964	84,505,654	54,082	22,066,494	3,822,711	2,371,184

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
BY NATIONALITY AND CLASS OF SECURITY
(SUMMARY TABLE) JULY 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	27,262,166	7,718,136	25,976,733	4,202,806	28,204	2,668,770	1,257,229	846,560
Bonds & Debentures	23,272,289	2,790,169	22,128,799	1,309,654	11,165	670,849	1,132,325	809,666
Common & Preference Stocks ...	3,989,877	4,927,967	3,847,934	2,893,152	17,039	1,997,921	124,904	36,894
Other Securities	-	-	-	-	-	-	-	-
United States Securities, Total	4,115,770	2,248,729	4,103,975	2,235,861	-	-	11,795	12,868
Bonds & Debentures	702,049	420,319	702,049	416,151	-	-	-	4,168
Common & Preference Stocks ...	3,413,721	1,828,410	3,401,926	1,819,710	-	-	11,795	8,700
Other Securities	-	-	-	-	-	-	-	-
United Kingdom Securities, Total	9,345	41,254	1,529	41,254	-	-	7,816	-
Bonds & Debentures	1,129	41,254	1,129	41,254	-	-	-	-
Common & Preference Stocks ...	8,216	-	400	-	-	-	7,816	-
Other Securities	-	-	-	-	-	-	-	-
Other Countries Securities, Total	206,319	21,584	205,180	17,894	-	-	1,139	3,690
Bonds & Debentures	206,319	21,584	205,180	17,894	-	-	1,139	3,690
Common & Preference Stocks ...	-	-	-	-	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less)	-	-	-	-	-	-	-	-
Unspecified Bonds & Debentures.	254,651	63,155	254,651	63,155	-	-	-	-
TOTAL	31,848,251	10,092,858	30,542,068	6,560,970	28,204	2,668,770	1,277,979	863,118

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
BY NATIONALITY AND CLASS OF SECURITY
FOR THE SEVEN MONTHS ENDING JULY, 1945

Table 3 A

	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.	172,854,797	79,962,299	169,043,894	55,906,480	43,582	21,752,683	3,767,321	2,303,136
Bonds & Debentures	123,102,363	35,418,156	119,800,583	28,365,204	14,060	5,152,809	3,287,720	1,900,143
Common & Preference Stocks	49,752,434	44,544,143	49,243,311	27,541,276	29,522	16,599,874	479,601	402,993
Other Securities	-	-	-	-	-	-	-	-
United States Securities,								
Total	50,119,732	24,707,573	50,089,668	24,626,609	-	28,884	30,064	52,080
Bonds & Debentures	8,428,684	5,466,965	8,428,684	5,448,601	-	9,690	-	8,674
Common & Preference Stocks	41,681,381	19,240,608	41,651,317	19,178,008	-	19,194	30,064	43,406
Other Securities	9,667	-	9,667	-	-	-	-	-
United Kingdom Securities,								
Total	225,794	327,471	207,473	86,871	10,500	240,600	7,816	-
Bonds & Debentures	160,723	98,694	150,223	86,188	10,500	12,506	-	-
Common & Preference Stocks	65,071	228,777	57,255	683	-	228,094	7,816	-
Other Securities	-	-	-	-	-	-	-	-
Other Countries Securities,								
Total	1,823,356	1,133,310	1,805,846	1,073,015	-	44,327	17,510	15,968
Bonds & Debentures	1,820,948	1,123,755	1,803,438	1,070,730	-	43,192	17,510	14,833
Common & Preference Stocks	2,408	4,555	2,408	2,285	-	1,135	-	1,135
Other Securities	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less) ..	-	-	-	-	-	-	-	-
Unspecified Bonds & Debentures	4,694,073	2,812,679	4,694,073	2,812,679	-	-	-	-
TOTAL	229,717,757	108,943,332	225,840,964	84,505,654	54,082	22,066,434	3,822,711	2,371,184

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, 1950	
		Price	Yield	Price	Yield	Tax Equiv.x	Price	Yield
1943								
April	14	104.35	2.98	110.38	1.67	2.61	100.00	3.00
May	12	103.63	3.06	111.06	1.58	2.52	100.00	3.00
June	16	103.24	3.10	111.50	1.51	2.45	100.13	2.98
July	14	103.53	3.06	112.06	1.43	2.37	100.25	2.96
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
1944								
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
1945								
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

* 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.



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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			
		Investors' Price Index (95) (68 Industrials 19 Utilities 8 Banks)	Mining Stocks		
			Gold Stocks (22)	Composite Mining Index (25)	
1943					
January	.....	76.3	50.1	60.0	79.7
February	.....	78.7	52.0	61.5	84.8
March	.....	79.1	55.6	65.0	88.2
April	.....	82.6	59.0	68.6	91.3
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
1944					
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
1945					
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