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DOMINION BUREAU OF STATISTICS - CANADA  
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SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES  
JULY, 1946

The inflow of capital into Canada from sales of securities to all countries in July declined to \$8.3 million as compared with \$22.3 million in June and \$10.5 million in May. Net sales of Canadian bonds to all countries of \$7.5 million accounted for practically all of this inflow of capital. The volume of trading in Canadian and United States stocks was lower than in previous months with Canadian stocks purchased on balance and net sales of American stocks of \$0.7 million.

Net sales of securities to the United States totalled \$8.8 million. Sales of Canadian bonds to the United States amounted to \$7.7 million on balance, composed of Dominions \$4.7 million and other corporations \$4.2 million. All other Canadian bond issues were purchased on balance. Net sales of Canadian stocks to the United States of \$1.1 million were offset by net repurchases from the United Kingdom of \$1.2 million. There was a balance of sales of United States stocks of \$0.7 million.

Net repurchases of securities from the United Kingdom were \$1.6 million; \$1.2 million repurchases of Canadian stocks and \$0.3 million other corporation bonds.

The security trade with other countries decreased from the high level reached in June. There were net sales of \$0.2 million.

During the seven months ending July 1946, net sales of securities to all countries were \$126.9 million compared with \$120.8 million in the corresponding period of 1945. This increase results chiefly from higher net sales of Canadian bonds which totalled \$103.8 million in 1946 as compared with \$87.7 million in 1945. During this period of 1946 net sales of Canadian stocks to all countries were \$1.9 million lower than in 1945 and net sales of United States securities were \$7.6 million lower than in the corresponding period of 1945.

It should be noted that the Canadian dollar was restored to its prewar parity with the United States dollar on July 5th. Following the announcement, the official buying rate was at par while the selling rate was at one-half per cent premium.

In Table 4 showing quotations and yields for domestic government bonds in Canada, the United Kingdom and the United States, the Canadian issue remained relatively stable, the United Kingdom issue showed a slight gain, while the United States issue declined slightly.

In Table 5 giving the index numbers of common stocks prices in Canada and the United States, there were moderate declines in both Canadian and United States industrials while Canadian mining stocks broke sharply.

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	Purchases from	Net Sales + Purch.	Sales to	Purchases from	Net Sales + Purch.	Sales to	Purchases from	Net Sales + Purch.	Sales to	Purchases from	Net Sales + Purch.
<b>1944</b>												
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
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	-
<b>1945</b>												
TOTAL .....	386.4	195.4	+191.0	380.1	158.0	+222.1	0.4	33.9	- 33.5	5.9	3.5	+ 2.4
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 .....	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 .....	43.0	23.8	+ 19.2	42.7	19.7	+ 23.0	0.1	3.9	- 3.8	0.1	0.1	-
December .....	36.0	24.4	+ 11.6	35.3	19.3	+ 16.0	0.1	4.8	- 4.7	0.6	0.3	+ 0.3
<b>1946</b>												
TOTAL .....	293.0	166.1	+126.9	286.3	135.2	+151.1	2.1	27.2	- 25.1	4.6	3.7	+ 0.9
January .....	50.9	33.2	+ 17.7	50.0	25.3	+ 24.7	0.1	7.2	- 7.1	0.8	0.7	+ 0.1
February .....	65.8	30.9	+ 34.9	65.1	25.9	+ 39.2	0.2	4.5	- 4.3	0.4	0.4	-
March .....	39.0	18.8	+ 20.2	38.4	15.3	+ 23.1	0.1	3.3	- 3.2	0.5	0.2	+ 0.3
April .....	37.9	24.9	+ 13.0	37.1	20.0	+ 17.1	0.2	4.4	- 4.2	0.6	0.5	+ 0.1
May .....	30.0	19.5	+ 10.5	29.4	16.2	+ 13.2	0.5	3.1	- 2.6	0.1	0.2	- 0.1
June .....	41.4	19.1	+ 22.3	39.3	15.1	+ 24.2	0.8	2.9	- 2.1	1.3	1.1	+ 0.2
July (x) .....	28.0	19.7	+ 8.3	27.0	17.4	+ 9.6	0.3	1.8	- 1.5	0.7	0.5	+ 0.2

(1) Less than 0.05.

(x) Subject to revision.

Table 2

## ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, JULY, 1946

	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 ....	16,746,645	9,044,881	15,903,789	8,043,002	277,754	611,324	565,102	390,555
Canadian New Issues .....	73,543	—	73,543	—	—	—	—	—
Canadian Outstanding Issues								
Dominion .....	9,508,449	4,592,731	8,975,452	4,247,267	—	6,430	532,997	339,034
Provincial .....	558,412	1,506,503	356,579	1,405,655	200,067	100,848	1,766	—
Municipal .....	87,850	284,128	87,850	161,344	—	122,784	—	—
Guaranteed by the Dominion ..	113,123	207,102	113,123	207,102	—	—	—	—
Railway, Other .....	52,716	160,999	52,716	136,996	—	18,814	—	5,189
Other Corporations .....	5,070,341	1,174,526	5,033,902	813,889	6,100	314,982	30,339	45,655
United States New Issues								
Government .....	—	417,539	—	417,539	—	—	—	—
Other .....	—	—	—	—	—	—	—	—
United States Outstanding Issues								
Government .....	449,519	240,663	449,519	240,663	—	—	—	—
Other .....	669,280	90,585	666,619	89,908	2,661	—	—	677
United Kingdom New Issues								
Government .....	—	—	—	—	—	—	—	—
Other .....	—	—	—	—	—	—	—	—
United Kingdom Outstanding Issues								
Government .....	45,163	—	—	—	45,163	—	—	—
Other .....	22,075	—	—	—	22,075	—	—	—
Other Countries New Issues								
Issues .....	57,915	262,660	56,227	215,194	1,688	47,466	—	—
Unspecified Bonds & Debentures	38,259	107,445	38,259	107,445	—	—	—	—
Common & Preference Stocks								
Canadian .....	7,412,285	7,537,158	7,236,898	6,172,418	11,878	1,240,195	163,509	124,545
United States .....	3,856,844	3,144,389	3,838,397	3,128,644	1,909	14,919	16,538	826
United Kingdom .....	185	—	185	—	—	—	—	—
Other Countries .....	1,243	—	1,243	—	—	—	—	—
Short-Term Securities (1 yr. or less) .....	—	26,647	—	26,647	—	—	—	—
Other Securities								
Canadian .....	—	—	—	—	—	—	—	—
United States .....	—	—	—	—	—	—	—	—
United Kingdom .....	—	—	—	—	—	—	—	—
Other Countries .....	—	—	—	—	—	—	—	—
TOTAL .....	28,017,202	19,753,075	26,980,512	17,370,711	291,541	1,866,438	745,149	515,926



Table 2A ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, SEVEN MONTHS ENDING JULY, 1946.

	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..	158,495,404	54,336,462	154,133,565	45,161,566	1,428,635	6,924,826	2,933,204	2,250,070
Canadian New Issues .....	1,899,208	-	1,775,395	-	-	-	123,813	-
Canadian Outstanding Issues								
Dominion .....	108,944,597	28,433,148	106,951,555	27,510,606	12,751	217,644	1,980,291	704,898
Provincial .....	9,371,352	3,223,945	8,840,128	2,108,438	408,347	1,048,937	122,877	66,570
Municipal .....	5,393,623	2,152,237	5,393,623	617,902	-	1,533,293	-	1,042
Guaranteed by the Dominion	2,084,823	565,887	2,084,718	482,860	-	25,559	105	57,468
Railway, Other .....	1,098,396	802,261	1,098,396	648,525	-	148,547	-	5,189
Other Corporations .....	18,244,170	8,089,499	17,174,528	2,884,697	500,006	2,887,491	569,636	1,327,311
United States New Issues								
Government .....	-	3,578,112	-	3,578,112	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United States Outstanding Issues								
Government .....	2,433,723	3,459,354	2,433,723	3,459,354	-	-	-	-
Other .....	4,272,035	1,222,571	4,269,374	1,180,235	2,661	-	-	42,336
United Kingdom New Issues								
Government .....	-	371,483	-	370,422	-	1,061	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues -								
Government .....	525,708	96,778	70,376	96,778	455,332	-	-	-
Other .....	120,445	3,541	72,595	3,441	47,850	100	-	-
Other Countries New Issues.	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues .....	1,790,373	1,159,955	1,652,203	1,042,505	1,688	72,194	136,482	45,256
Unspecified Bonds & Debentures	2,316,951	1,177,691	2,316,951	1,177,691	-	-	-	-
Common & Preference Stocks								
Canadian .....	78,057,296	74,714,406	75,851,710	52,991,044	682,593	20,270,024	1,522,993	1,453,338
United States .....	55,142,217	35,874,454	55,024,702	35,787,740	1,909	66,217	115,606	20,497
United Kingdom .....	155,194	158,623	112,745	158,623	42,449	-	-	-
Other Countries .....	6,569	8,243	6,569	5,737	-	472	-	2,034
Short-Term Securities (1 yr. or less) .....	-	30,652	-	30,652	-	-	-	-
Other Securities								
Canadian .....	12,889	14,794	12,889	10,806	-	3,988	-	-
United States .....	1,160,521	1,025,246	1,160,521	1,025,246	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	10,505	-	10,505	-	-	-	-	-
TOTAL .....	293,040,595	166,162,880	286,313,206	135,171,414	2,155,586	27,265,527	4,571,803	3,725,939

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

BY NATIONALITY AND CLASS OF SECURITY

(SUMMARY TABLE) JULY, 1946

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 ...	22,876,719	15,463,147	21,930,063	13,144,671	218,045	1,804,053	728,611	514,423
Bonds & Debentures .....	15,464,434	7,925,989	14,693,165	6,972,253	206,167	563,858	565,102	389,878
Common & Preference Stocks ..	7,412,285	7,537,158	7,236,898	6,172,418	11,878	1,240,195	163,509	124,545
Other Securities .....	-	-	-	-	-	-	-	-
United States Securities, Total	4,975,643	3,893,176	4,954,535	3,876,754	4,570	14,919	16,538	1,503
Bonds & Debentures .....	1,118,799	748,787	1,116,138	748,110	2,661	-	-	677
Common & Preference Stocks ..	3,856,844	3,144,389	3,838,397	3,128,644	1,909	14,919	16,538	826
Other Securities .....	-	-	-	-	-	-	-	-
United Kingdom Securities, Total	67,423	-	185	-	67,238	-	-	-
Bonds & Debentures .....	67,238	-	-	-	67,238	-	-	-
Common & Preference Stocks ..	185	-	185	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities,								
Total .....	59,158	262,660	57,470	215,194	1,688	47,466	-	-
Bonds & Debentures .....	57,915	262,660	56,227	215,194	1,688	47,466	-	-
Common & Preference Stocks ..	1,243	-	1,243	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less) .....	-	26,647	-	26,647	-	-	-	-
Unspecified Bonds & Debentures	38,259	107,445	38,259	107,445	-	-	-	-
TOTAL .....	28,017,202	19,753,075	26,980,512	17,370,711	291,541	1,866,438	745,149	515,926



SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES  
BY NATIONALITY AND CLASS OF SECURITY  
FOR THE SEVEN MONTHS ENDING JULY, 1946

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 .	225,106,354	117,996,177	219,182,942	87,254,878	1,603,697	27,125,483	4,319,715	3,615,816
Bonds & Debentures .....	147,036,169	43,266,977	143,318,343	34,253,028	921,104	6,851,471	2,796,722	2,162,478
Common & Preference Stocks.	78,057,296	74,714,406	75,851,710	52,991,044	682,593	20,270,024	1,522,993	1,453,338
Other Securities .....	12,889	14,794	12,889	10,806	-	3,988	-	-
United States Securities,								
Total .....	63,008,496	45,159,737	62,888,320	45,030,687	4,570	66,217	115,606	62,833
Bonds & Debentures .....	6,705,758	8,260,037	6,703,097	8,217,701	2,661	-	-	42,336
Common & Preference Stocks.	55,142,217	35,874,454	55,024,702	35,787,740	1,909	66,217	115,606	20,497
Other Securities .....	1,160,521	1,025,246	1,160,521	1,025,246	-	-	-	-
United Kingdom Securities,								
Total .....	801,347	630,425	255,716	629,264	545,631	1,161	-	-
Bonds & Debentures .....	646,153	471,802	142,971	470,641	503,182	1,161	-	-
Common & Preference Stocks.	155,194	158,623	112,745	158,623	42,449	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities,								
Total .....	1,807,447	1,168,198	1,669,277	1,048,242	1,688	72,666	136,482	47,290
Bonds & Debentures .....	1,790,373	1,159,955	1,652,203	1,042,505	1,688	72,194	136,482	45,256
Common & Preference Stocks.	6,569	8,243	6,569	5,737	-	472	-	2,034
Other Securities .....	10,505	-	10,505	-	-	-	-	-
Short-Term Securities (1 year or less) .....	-	30,652	-	30,652	-	-	-	-
Unspecified Bonds & Debentures	2,316,951	1,177,691	2,316,951	1,177,691	-	-	-	-
TOTAL .....	293,040,595	166,162,880	286,513,206	135,171,414	2,155,586	27,265,527	4,571,603	3,725,939

QUOTATION AND YIELD FOR DOMESTIC GOVERNMENT BONDS  
IN CANADA, THE UNITED KINGDOM AND UNITED STATES

Table 4.

	Canada		United Kingdom		United States	
	3% due Feb. 1, 1959-62		3% due April 15, 1959-69		U. S. Treasury 2½% due Dec. 15, 1963-68	
	Price	Yield	Price	Yield	Price	Yield
<u>1945</u>						
January .....	99.68	3.01	100.21	2.98	100.97	2.44
February .....	99.88	3.01	100.53	2.95	101.81	2.38
March .....	99.97	3.00	100.83	2.93	101.47	2.40
April .....	99.94	3.01	100.79	2.93	101.47	2.40
May .....	99.94	3.01	100.42	2.96	101.59	2.39
June .....	100.10	2.99	100.36	2.97	102.22	2.35
July .....	100.38	2.97	100.39	2.97	102.47	2.33
August .....	100.38	2.97	100.39	2.97	102.26	2.35
September .....	100.38	2.97	100.68	2.94	102.03	2.36
October .....	100.38	2.97	100.82	2.93	102.30	2.34
November .....	100.56	2.95	100.79	2.93	102.37	2.34
December .....	101.53	2.86	100.58	2.95	102.45	2.33
<u>1946</u>						
January .....	102.74	2.75	101.94	2.82	104.69	2.18
February .....	104.19	2.62	103.08	2.72	106.23	2.08
March .....	104.89	2.55	103.51	2.68	106.77	2.04
April .....	104.91	2.55	105.12	2.54	106.93	2.03
May .....	104.75	2.56	105.11	2.53	105.24	2.14
June .....	104.86	2.55	104.62	2.57	105.65	2.11
July .....	104.82	2.55	104.88(4)	2.55(4)	105.26	2.14

The above prices are the averages of business days during each month.

(4) July 1 - 15.





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INDEX NUMBERS OF COMMON STOCKS PRICES IN CANADA AND

THE UNITED STATES

(1935=1939=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			
	Investor's Price Index (95) (68 Industrials 19 Utilities 8 Banks)	Mining Stocks		
		Gold Stocks (22)	Composite Mining Index (25)	
1939 - December ..	101.2	105.0	142.4	94.2
1940 - December ..	77.1	88.2	115.0	80.4
1941 - December ..	67.2	52.2	63.2	71.8
1942 - December ..	71.3	44.7	54.7	74.7
1943 - December ..	80.5	68.5	74.9	91.8
1944				
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
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	136.9
December .....	112.5	104.0	108.2	139.7
1946				
January .....	123.5	107.2	114.9	144.8
February .....	121.8	111.6	116.9	143.3
March .....	119.2	101.3	108.4	141.8
April .....	125.1	99.8	110.0	151.7
May .....	124.4	94.2	107.0	154.3
June .....	123.3	92.0	104.0	153.2
July .....	119.1	81.7	93.0	149.6