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Published by Authority of the HON. JAMES A. MACKINNON, M.P.
Minister of Trade and Commerce

2-4020

May, 1947

DEPARTMENT OF TRADE AND COMMERCE
DOMINION BUREAU OF STATISTICS - CANADA
INTERNATIONAL PAYMENTS BRANCH

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Vol. 13

No. 5

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

May, 1947

Trade in securities between Canada and other countries increased in volume during May 1947, sales at \$16.0 million and purchases at \$17.3 million being considerably above the abnormally low levels of April. The principal increases in sales for the month were: Dominion bonds \$1.7 million; Canadian municipal bonds \$1.0 million; "other corporation" bonds \$0.6 million; Canadian and U.S. stocks each \$0.7 million. Chief increases in purchases were: Dominion bonds \$2.0 million; "other corporation" bonds \$0.8 million; U.S. government bonds (mainly new issues) \$0.9 million; with minor advances in Canadian and U.S. stocks.

Net purchases from the U.S.A. were \$0.7 million, balancing net sales of an equal amount in April. Among bonds, net sales of \$1.0 million Canadian municipals, \$0.7 million Provincials and \$0.7 million "other corporation" bonds outweighed \$1.0 million purchases of U.S. government new issues and \$0.7 million net repurchases of Dominion bonds. The Canadian stocks repurchase balance of \$1.1 million was the smallest for this group since July, 1946, but was the principal single item contributing to the net purchase total for May.

Sales to the U.K. fell off while purchases rose, resulting in a net purchase balance of \$1.0 million. Of this, "other corporation" bond repurchases accounted for \$0.6 million.

Total trade with other countries was slightly less than in April, producing a net sales balance of \$0.3 million.

The total net purchase balance for the first five months of 1947 was \$6.3 million, against net sales of \$96.3 million in January - May 1946. Net sales abroad of "other corporation" bonds during the five-month period amounted to \$11.6 million, but almost every other type of bond showed a purchase balance, notably Provincials \$2.3 million, Dominion \$1.4 million, Canadian municipals \$0.9 million, and "unspecified" \$1.3 million. Repurchases of Canadian stocks (net \$12.6 million) and purchases of U.S. stocks (net \$2.0 million) were significant factors in the total.

Table 4 indicates a fractional improvement in the quotations for Canadian and British government bonds during May, while the U.S. government issue selected for comparison eased slightly.

The composite index of 100 Canadian industrial common stocks, as shown in Table 5, dropped 0.4 in May. Gold stocks receded more than half a point, and mining stocks as a whole more than a full point. U.S. common stocks, continuing the decline from the February peak, lost another four points in May.

Statistics in this bulletin cover transactions reported by investment firms, stock exchanges and other security dealers in Canada. Not included are: new issues of Canadian securities floated abroad, redemptions of called or matured Canadian bonds owned abroad, and some transactions by other than the reporting agencies. Complete statistics regarding capital movements are included in the annual reports on the Canadian Balance of International Payments.

\$1.00 a year; single copies 10 cents.

Table 1.

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

Year and Month	Total Transactions			United States			United Kingdom			Other Countries		
	Sales	Pur-	Net	Sales	Pur-	Net	Sales	Pur-	Net	Sales	Pur-	Net
		chases	Sales + Purch.-		chases	Sales + Purch.-		Sales	Pur-	Sales + Purch.-	Sales	Pur-
<u>1946</u>												
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
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
<u>1946</u>												
TOTAL	415.8	281.2	+ 134.6	405.0	234.8	+ 170.2	4.2	39.6	- 33.4	6.5	6.7	- 0.2
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	28.0	19.7	+ 8.3	27.0	17.4	+ 9.6	0.3	1.8	- 1.5	0.7	0.5	+ 0.2
August	23.7	19.6	+ 4.1	23.1	16.2	+ 6.9	0.1	1.8	- 1.7	0.5	1.6	- 1.1
September ...	32.0	32.4	- 0.4	30.9	27.1	+ 3.8	0.8	4.8	- 4.0	0.4	0.5	- 0.1
October	22.7	20.9	+ 1.8	21.7	18.2	+ 3.5	0.5	2.3	- 1.8	0.4	0.3	+ 0.1
November	21.7	16.7	+ 5.0	21.0	15.1	+ 5.9	0.5	1.5	- 1.0	0.2	0.1	+ 0.1
December	22.7	25.5	- 2.8	22.1	23.1	- 1.0	0.2	1.9	- 1.7	0.4	0.5	- 0.1
<u>1947</u>												
TOTAL (x) ...	105.8	112.1	- 6.3	98.2	102.9	- 4.7	1.9	5.5	- 3.6	5.7	3.8	+ 1.9
January	28.3	25.1	+ 3.2	24.9	22.6	+ 2.3	0.8	1.3	- 0.5	2.6	1.2	+ 1.4
February	24.9	24.9	0.0	23.4	22.5	+ 0.9	0.3	1.3	- 1.0	1.2	1.1	+ 0.1
March	24.1	32.3	- 8.2	22.7	30.7	- 8.0	0.4	0.9	- 0.5	0.9	0.7	+ 0.2
April	12.5	12.5	0.0	11.9	11.2	+ 0.7	0.2	0.8	- 0.6	0.4	0.5	- 0.1
May (x)	16.0	17.3	- 1.3	15.2	15.9	- 0.7	0.2	1.1	- 0.9	0.6	0.3	+ 0.3

(1) Less than 0.05

(x) Subject to revision.

ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, MAY, 1947.

Table 2

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
	\$	\$	\$	\$	\$	\$	\$	\$
Bonds & Debentures, Total	8,898,723	8,786,797	8,473,123	7,814,051	72,444	801,839	353,156	170,907
Canadian New Issues	153,063	-	147,805	-	-	-	5,258	-
Canadian Outstanding Issues -								
Dominion	4,032,287	4,461,540	3,709,551	4,286,826	2,065	48,865	320,671	125,849
Provincial	678,844	32,599	677,856	14,864	988	17,735	-	-
Municipal	999,929	38,011	990,298	1,980	9,631	30,260	-	5,771
Guaranteed by the Dominion ...	134,732	316,498	134,732	315,459	-	1,039	-	-
Railway, Other	171,371	372,625	171,371	289,436	-	83,189	-	-
Other Corporations	1,373,185	1,280,352	1,319,557	640,524	29,493	602,576	24,135	37,252
United States New Issues -								
Government	-	1,033,932	-	1,033,932	-	-	-	-
Other	-	43,624	-	43,624	-	-	-	-
United States Outstanding Issues -								
Government	482,856	584,935	482,856	584,935	-	-	-	1
Other	136,129	247,997	136,129	247,997	-	-	-	2
United Kingdom New Issues -								
Government	-	5,117	-	-	-	5,117	-	-
Other	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues -								
Government	25,150	12,285	-	-	25,150	12,285	-	-
Other	5,117	-	-	-	5,117	-	-	-
Other Countries New Issues	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues	192,251	52,353	189,159	49,545	-	773	3,092	2,035
Unspecified Bonds and Debentures	513,809	304,929	513,809	304,929	-	-	-	-
<u>Common and Preference Stocks</u>								
Canadian	3,958,372	5,174,767	3,630,942	4,761,397	82,961	329,510	244,469	83,860
United States	3,136,398	3,338,260	3,136,398	3,337,570	-	690	-	-
United Kingdom	7,565	-	7,565	-	-	-	-	-
Other Countries	1,553	-	1,553	-	-	-	-	-
Short-Term Securities (1 year or less)	-	8,992	-	8,992	-	-	-	-
<u>Other Securities</u>								
Canadian	2,886	546	2,886	546	-	-	-	-
United States	105	-	105	-	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	-	-	-	-	-	-	-	-
TOTAL	16,005,602	17,309,362	15,252,572	15,922,556	155,405	1,132,039	597,625	254,767

ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, FIVE MONTHS ENDING MAY, 1947.

Table 2A

	TOTAL SALES	TOTAL PURCHASES	UNITED STATES SALES TO	UNITED STATES PURCHASES FROM	UNITED KINGDOM SALES	UNITED KINGDOM PURCHASES	OTHER COUNTRIES SALES	OTHER COUNTRIES PURCHASES
	\$	\$	\$	\$	\$	\$	\$	\$
Bonds and Debentures, Total..	69,719,080	62,473,900	63,968,885	56,271,950	1,048,909	3,202,210	4,701,286	2,999,740
Canadian New Issues	3,032,807	-	2,787,665	-	-	-	245,142	-
Canadian Outstanding Issues -								
Dominion	30,369,576	31,748,693	28,934,146	30,711,812	296,507	138,080	1,138,923	898,801
Provincial	4,524,964	6,846,280	4,520,080	5,725,866	988	746,606	3,896	373,808
Municipal	3,086,056	4,015,187	3,044,551	3,465,324	32,447	530,371	9,058	19,492
Guaranteed by the Dominion	2,153,577	2,743,757	1,903,772	2,715,880	3,671	4,034	246,134	23,843
Railway, Other	1,451,457	1,528,362	871,949	1,021,455	290,286	475,679	289,222	31,248
Other Corporations	16,456,269	4,847,382	13,384,335	2,088,668	328,227	1,148,173	2,743,707	1,610,541
United States New Issues -								
Government	-	1,607,507	-	1,607,507	-	-	-	-
Other	-	135,598	-	135,598	-	-	-	-
United States Outstanding Issues -								
Government	2,997,435	3,292,371	2,997,435	3,292,371	-	-	-	-
Other	1,554,460	1,174,733	1,554,460	1,168,777	-	4,870	-	1,086
United Kingdom New Issues -								
Government	-	5,117	-	-	-	5,117	-	-
Other	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues -								
Government	229,514	14,819	151,186	-	78,328	14,819	-	-
Other	46,199	-	27,744	-	18,455	-	-	-
Other Countries New Issues .	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues	1,237,909	642,835	1,212,705	565,504	-	47,372	25,204	29,959
Unspecified Bonds and Debentures	2,578,857	3,871,259	2,578,857	3,773,208	-	87,089	-	10,962
Common and Preference Stocks								
Canadian	21,024,821	33,658,134	19,231,180	30,602,380	804,770	2,296,165	988,871	759,589
United States	13,881,132	15,919,989	13,862,516	15,912,813	3,100	2,451	15,716	4,745
United Kingdom	43,979	45,559	26,775	45,533	17,204	26	-	-
Other Countries	1,023,637	19,193	1,013,521	5,704	-	-	10,116	13,492
Short-Term Securities (1 year or less)	59,963	16,992	59,963	16,992	-	-	-	-
Other Securities								
Canadian	59,675	5,657	59,675	5,657	-	-	-	-
United States	461	-	461	-	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	-	-	-	-	-	-	-	-
TOTAL	105,812,748	112,139,427	93,222,776	102,861,029	1,873,983	5,500,832	5,715,989	3,777,566

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
BY NATIONALITY AND CLASS OF SECURITY
(SUMMARY TABLE MAY, 1947)

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 ...	11,504,669	11,676,938	10,784,998	10,311,032	125,138	1,113,174	594,533	252,732
Bonds and Debentures	7,543,411	6,501,625	7,151,170	5,549,089	42,177	783,664	350,064	168,872
Common and Preference Stocks	3,958,372	5,174,767	3,630,942	4,761,397	82,961	329,510	244,469	83,860
Other Securities	2,886	546	2,886	546	-	-	-	-
United States Securities, Total	3,755,488	5,248,748	3,755,488	5,248,058	-	690	-	-
Bonds and Debentures	618,985	1,910,488	618,985	1,910,488	-	-	-	-
Common and Preference Stocks	3,136,398	3,538,260	3,136,398	3,337,570	-	690	-	-
Other Securities	105	-	105	-	-	-	-	-
United Kingdom Securities, Total	37,832	17,402	7,565	-	30,267	17,402	-	-
Bonds and Debentures	30,267	17,402	-	-	30,267	17,402	-	-
Common and Preference Stocks	7,565	-	7,565	-	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
Other Countries Securities,								
Total	193,804	52,353	190,712	49,545	-	773	3,092	2,035
Bonds and Debentures	192,251	52,353	189,159	49,545	-	773	3,092	2,035
Common and Preference Stocks	1,553	-	1,553	-	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less)	-	8,992	-	8,992	-	-	-	-
Unspecified Bonds and Debentures	513,809	304,929	513,809	304,929	-	-	-	-
TOTAL	16,005,602	17,309,362	15,252,572	15,922,556	155,405	1,132,039	597,625	254,767

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
BY NATIONALITY AND CLASS OF SECURITY
FOR THE FIVE MONTHS ENDING MAY, 1947

Table 3A

	Total	Total	United States		United Kingdom		Other Countries	
	Sales	Purchases	Sales To	Purchases From	Sales To	Purchases From	Sales To	Purchases From
	\$	\$	\$	\$	\$	\$	\$	\$
Canadian Securities, Total ..	52,159,202	85,393,452	74,757,353	76,337,022	1,756,896	5,339,198	5,664,953	3,717,522
Bonds and Debentures	61,074,706	51,729,561	55,446,498	45,728,985	952,126	3,042,943	4,676,082	2,957,733
Common and Preference Stocks	21,024,821	33,658,134	19,231,180	30,602,380	804,770	2,296,165	988,871	759,589
Other Securities	59,675	5,657	59,675	5,657	-	-	-	-
United States Securities,								
Total	18,433,488	22,130,198	18,414,672	22,117,066	3,100	7,301	15,716	5,831
Bonds and Debentures	4,551,895	6,210,209	4,551,895	6,204,253	-	4,870	-	1,086
Common and Preference Stocks	13,881,132	15,919,989	13,862,316	15,912,813	3,100	2,431	15,716	4,745
Other Securities	461	-	461	-	-	-	-	-
United Kingdom Securities,								
Total	319,692	65,495	205,705	45,533	113,987	19,962	-	-
Bonds and Debentures	275,713	19,936	178,930	-	96,783	19,936	-	-
Common and Preference Stocks	43,979	45,559	26,775	45,533	17,204	26	-	-
Other Securities	-	-	-	-	-	-	-	-
Other Countries Securities,								
Total	2,261,546	662,031	2,226,226	571,208	-	47,372	35,320	43,451
Bonds and Debentures	1,237,909	642,835	1,212,705	565,504	-	47,372	25,204	29,959
Common and Preference Stocks	1,023,637	19,196	1,013,521	5,704	-	-	10,116	13,492
Other Securities	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less)	59,963	16,992	59,963	16,992	-	-	-	-
Unspecified Bonds and Debentures	2,578,857	3,871,259	2,578,857	3,773,208	-	87,089	-	10,962
TOTAL	105,812,748	112,139,427	98,222,776	102,861,029	1,873,983	5,500,832	5,715,989	3,777,566

QUOTATION AND YIELD FOR DOMESTIC GOVERNMENT BONDS

IN CANADA, THE UNITED KINGDOM AND UNITED STATES

Table 4

	CANADA		UNITED KINGDOM		UNITED STATES	
	3% due Sept. 1, 1961-66		3% due April 15, 1959-69		U. S. Treasury 2½% due Dec. 15, 1965-68	
	Price	Yield	Price	Yield	Price	Yield
1945						
January	-	-	100.21	2.98	100.97	2.44
February	-	-	100.53	2.95	101.81	2.38
March	-	-	100.83	2.93	101.47	2.40
April	-	-	100.79	2.93	101.47	2.40
May	-	-	100.42	2.96	101.59	2.39
June	-	-	100.56	2.97	102.22	2.35
July	-	-	100.39	2.97	102.47	2.33
August	-	-	100.39	2.97	102.26	2.35
September ...	-	-	100.68	2.94	102.03	2.36
October	-	-	100.82	2.93	102.50	2.34
November	-	-	100.79	2.93	102.37	2.34
December	-	-	100.58	2.95	102.45	2.33
1946						
January	102.47	2.80	101.94	2.82	104.69	2.18
February	104.14	2.67	103.08	2.72	106.23	2.08
March	104.96	2.61	103.51	2.68	106.77	2.04
April	104.99	2.60	105.12	2.54	106.93	2.03
May	104.68	2.63	105.11	2.53	105.24	2.14
June	104.81	2.61	104.62	2.57	105.65	2.11
July	104.83	2.61	104.93	2.54	105.18	2.14
August	104.75	2.62	105.06	2.53	104.40	2.19
September ...	104.75	2.61	105.83	2.46	103.63	2.24
October	104.75	2.61	106.58	2.39	103.95	2.22
November	104.79	2.61	108.46	2.22	104.09	2.21
December	104.77	2.61	108.55	2.22	104.19	2.20
1947						
January	104.76	2.61	108.54	2.20	104.68	2.17
February	104.83	2.60	107.65	2.28	104.78	2.16
March	104.85	2.60	105.54	2.47	105.07	2.14
April	104.75	2.60	106.01	2.42	105.04	2.14
May	104.89	2.59	106.47(x)	2.38(x)	104.97	2.14

(x) Subject to revision

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

INDEX NUMBERS OF COMMON STOCK PRICES IN CANADA AND
THE UNITED STATES
(1935-1939=100)

Table 5

	CANADA (Dominion Bureau of Statistics)	Mining Stocks	UNITED STATES (Standard and Poor's Trade Securities)
	Investors' Price Index (100) (74 Industrials 18 Utilities 8 Banks)	Gold Stocks (23)	Composite Mining Index (27) (Industrials, Railroads and Utilities)
1939 - December	101.2	105.0	142.4
1940 - December	77.1	88.2	115.0
1941 - December	67.2	52.2	63.2
1942 - December	71.5	44.7	54.7
1943 - December	80.5	68.5	74.9
1944 - December	86.0	74.4	80.6
<u>1945</u>			
April	94.2	85.3	114.4
May	97.2	90.6	118.2
June	102.5	92.2	120.7
July	100.5	88.0	118.4
August	99.6	89.7	117.9
September	102.0	91.2	126.1
October	104.2	96.2	132.0
November	107.2	102.3	136.9
December	112.5	104.0	139.7
<u>1946</u>			
January	123.5	107.2	144.8
February	121.8	111.6	143.3
March	119.2	101.3	141.8
April	125.1	99.8	151.7
May	124.4	94.2	154.3
June	123.3	92.0	153.2
July	119.1	81.7	149.6
August	116.9	77.6	146.4
September	104.4	71.1	125.4
October	101.8	70.1	122.3
November	102.5	73.1	120.6
December	106.4	70.9	125.5
<u>1947</u>			
January	106.2	74.1	125.2
February	109.4	75.7	128.7
March	106.4	73.8	123.7
April	104.8	73.0	119.3
May	104.4	72.3	115.2