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SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES  
July, 1947

The volume of trade in securities between Canada and all other countries in July, 1947 showed a slight decline from June. While sales increased by \$0.5 million, purchases dropped \$1.0 million. The total volume (sales \$11.0 million, purchases \$12.2 million) was the lowest since November, 1944.

In trade with the U.S.A., net sales of \$1.3 million practically offset the small purchase balances of May and June. This reversal of trend was due to a decrease from June of \$1.9 million in total purchases, total sales being practically equal in June and July. Specific types of bonds showed irregular fluctuations. The largest sales balances in July were: Canadian corporation bonds \$0.6 million (against net purchases of \$0.3 million in June), and U.S. outstanding bonds of all types \$0.8 million (compared with \$0.3 million net sales in June). Purchases of "other countries" bonds at \$0.5 million gross, \$0.3 million net were unusually high.

There was a definite upward movement in trade with the United Kingdom, resulting in net purchases of \$1.1 million. Canadian bonds (net purchases of all types, \$0.9 million) and Canadian stocks (net purchases, \$0.5 million) were the main items in this group.

Total volume of trade with other countries was about the same as the low June figure, but net sales of \$0.2 million reversed a similar purchase balance in June.

The seven months ending July, 1947 provided a total purchase balance of \$7.2 million, compared with a sales balance of \$126.9 million for the first seven months of 1946. Total bond sales exceeded purchases by \$7.8 million, with Canadian corporation bonds (net sales \$11.5 million) the heaviest factor. Canadian new issues to the amount of \$3.1 million were sold abroad (chiefly in the U.S.A.) while Canadians bought \$1.9 million of U.S. new issues. Net repurchases of Canadian stocks totalled \$14.6 million, and net purchases of U.S. stocks \$1.5 million.

Table 4 shows the quotation for a typical Canadian government bond unchanged for July, while U.S. and U.K. bonds continued to recede.

The composite index of 100 Canadian common stocks, shown in Table 5, advanced over 2 points in July. Gold stocks, and mines as a whole, each dropped a point from their minor peaks in June. A marked rise of 6.9 points in U.S. common stocks brought that index within 2.7 points of the February peak.

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.

# 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	Pur-chases	Net Sales + Purch.-	Sales	Pur-chases	Net Sales + Purch.-	Sales	Pur-chases	Net Sales + Purch.-	Sales	Pur-chases	Net Sales + Purch.-
1945												
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
July .....	31.8	10.1	+ 21.7	30.5	6.6	+ 23.9	-	2.6	- 2.6	1.3	0.9	+ 0.4
August .....	29.3	8.9	+ 20.4	28.9	8.0	+ 20.9	-	0.6	- 0.6	0.4	0.3	+ 0.1
September ...	19.6	13.0	+ 6.6	19.1	11.9	+ 7.2	-	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
1946												
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
1947												
TOTAL .....	128.3	135.5	- 7.2	119.7	123.6	- 3.9	2.6	7.8	- 5.2	6.1	4.1	+ 2.0
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 .....	16.0	17.3	- 1.3	15.2	15.9	- 0.7	0.2	1.1	- 0.9	0.6	0.3	+ 0.3
June .....	11.0	12.2	- 1.2	10.8	11.3	- 0.5	0.1	0.6	- 0.5	0.1	0.3	- 0.2
July .....	11.5	11.2	+ 0.3	10.7	9.4	+ 1.3	0.6	1.7	- 1.1	0.3	0.1	+ 0.2

N.B. As above figures are rounded, totals do not necessarily equal the sum of their component parts.



## ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, JULY, 1947

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 and Debentures, Total .....	5,159,088	4,624,866	4,825,469	3,618,178	314,224	956,908	19,395	49,780
Canadian New Issues .....	80,754	-	79,693	-	-	-	1,061	-
Canadian Outstanding Issues -								
Dominion .....	1,361,537	1,146,613	1,354,074	1,131,966	7,463	11,957	-	2,690
Provincial .....	284,051	284,060	284,051	44,521	-	239,539	-	-
Municipal .....	268,757	568,340	267,738	208,443	-	359,897	1,019	-
Guaranteed by the Dominion .....	48,491	57,052	48,491	57,052	-	-	-	-
Railway, Other .....	280,914	65,433	272,666	65,433	8,248	-	-	-
Other Corporations .....	776,367	500,926	759,052	144,786	-	325,884	17,315	30,256
United States New Issues -								
Government .....	-	20,019	-	20,019	-	-	-	-
Other .....	-	104,998	-	104,998	-	-	-	-
United States Outstanding Issues -								
Government .....	588,712	245,375	588,712	245,375	-	-	-	-
Other .....	708,547	248,289	704,770	241,988	3,777	-	-	6,301
United Kingdom New Issues -								
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues -								
Government .....	228,759	3,250	-	-	228,759	3,250	-	-
Other .....	60,739	-	999	-	59,740	-	-	-
Other Countries New Issues .....	-	2,148	-	-	-	-	-	2,148
Other Countries Outstanding Issues	168,296	518,135	162,059	493,369	6,237	16,381	-	8,385
Unspecified Bonds and Debentures ..	303,164	860,228	303,164	860,228	-	-	-	-
Common and Preference Stocks								
Canadian .....	3,817,321	4,221,750	3,350,729	3,500,980	212,883	676,622	253,709	44,148
United States .....	2,465,971	2,304,164	2,465,251	2,245,361	-	58,803	720	-
United Kingdom .....	37,852	41,132	-	39,093	37,852	2,039	-	-
Other Countries .....	15,266	-	13,442	-	1,824	-	-	-
Short-Term Securities (1 year or less) .....	-	-	-	-	-	-	-	-
Other Securities								
Canadian .....	6,139	3,075	6,139	3,075	-	-	-	-
United States .....	15,938	-	15,938	-	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
TOTAL .....	11,517,575	11,194,987	10,676,968	9,406,687	566,783	1,694,372	273,824	93,928

## ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, SEVEN MONTHS ENDING JULY, 1947.

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 and Debentures, Total	80,181,502	72,378,885	74,067,868	64,896,035	1,379,873	4,274,478	4,733,761	3,208,372
Canadian New Issues .....	3,130,304	-	2,884,101	-	-	-	246,203	-
Canadian Outstanding Issues-								
Dominion .....	32,622,565	33,971,552	31,166,553	32,759,815	306,511	157,037	1,149,501	1,054,700
Provincial .....	5,257,308	7,325,821	5,252,424	5,951,288	988	1,000,725	3,896	373,808
Municipal .....	4,560,622	4,714,562	4,512,748	3,735,053	37,797	960,017	10,077	19,492
Guaranteed by the Dominion	2,230,857	2,839,813	1,981,052	2,811,936	3,671	4,034	246,134	23,843
Railway, Other .....	2,132,289	1,697,184	1,542,025	1,190,257	301,042	475,679	289,222	31,248
Other Corporations ....	17,468,259	5,929,227	14,376,508	2,795,069	328,227	1,487,718	2,763,524	1,646,440
United States New Issues -								
Government .....	-	1,627,526	-	1,627,526	-	-	-	-
Other .....	-	242,356	-	242,356	-	-	-	-
United States Outstanding								
Issues -								
Government .....	4,943,777	4,518,841	4,943,777	4,518,841	-	-	-	-
Other .....	2,541,934	1,952,149	2,533,157	1,939,892	8,777	4,870	-	7,387
United Kingdom New Issues -								
Government .....	-	5,117	-	-	-	5,117	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding								
Issues -								
Government .....	459,614	18,069	151,186	-	308,428	18,069	-	-
Other .....	106,938	563	28,743	-	78,195	563	-	-
Other Countries New Issues.	-	2,148	-	-	-	-	-	2,148
Other Countries Outstanding								
Issues .....	1,496,685	1,266,331	1,465,244	1,154,427	6,237	73,560	25,204	38,344
Unspecified Bonds and								
Debentures .....	3,230,350	6,267,626	3,230,350	6,169,575	-	87,089	-	10,962
<u>Common and Preference Stocks</u>								
Canadian .....	27,973,377	42,654,852	25,533,527	38,295,265	1,134,374	3,460,705	1,305,476	898,882
United States .....	18,843,688	20,326,853	18,821,138	20,255,551	6,114	61,234	16,436	10,068
United Kingdom .....	84,904	93,909	26,775	91,844	58,129	2,065	-	-
Other Countries .....	1,062,078	20,335	1,050,138	6,794	1,824	49	10,116	13,492
Short-Term Securities								
(1 year or less) .....	59,963	20,596	59,963	20,596	-	-	-	-
<u>Other Securities</u>								
Canadian .....	73,788	11,962	73,788	10,212	-	-	-	1,750
United States .....	48,464	-	48,464	-	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
TOTAL .....	128,327,764	135,507,392	119,681,861	123,576,297	2,580,314	7,798,531	6,065,789	4,132,564



SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES  
BY NATIONALITY AND CLASS OF SECURITY  
(SUMMARY TABLE JULY, 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 .....	6,924,331	6,847,249	6,422,633	5,156,256	228,594	1,613,899	273,104	77,094
Bonds and Debentures .....	3,100,871	2,622,424	3,065,765	1,652,201	15,711	937,277	19,395	32,946
Common and Preference Stocks ..	3,817,321	4,221,750	3,350,729	3,500,980	212,883	676,622	253,709	44,148
Other Securities .....	6,139	3,075	6,139	3,075	-	-	-	-
United States Securities, Total	3,779,168	2,922,845	3,774,671	2,857,741	3,777	58,803	720	6,301
Bonds and Debentures .....	1,297,259	618,681	1,293,482	612,380	3,777	-	-	6,301
Common and Preference Stocks ..	2,465,971	2,304,164	2,465,251	2,245,361	-	58,803	720	-
Other Securities .....	15,938	-	15,938	-	-	-	-	-
United Kingdom Securities, Total	327,350	44,382	999	39,093	326,351	5,289	-	-
Bonds and Debentures .....	289,498	3,250	999	-	288,499	3,250	-	-
Common and Preference Stocks ..	37,852	41,132	-	39,093	37,852	2,039	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities, Total	183,562	520,283	175,501	493,369	8,061	16,381	-	10,533
Bonds and Debentures .....	168,296	520,283	162,059	493,369	6,237	16,381	-	10,533
Common and Preference Stocks ..	15,266	-	13,442	-	1,824	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less) .....	-	-	-	-	-	-	-	-
Unspecified Bonds and Deben- tures .....	303,164	860,228	303,164	860,228	-	-	-	-
TOTAL .....	11,517,575	11,194,987	10,676,968	9,406,687	566,783	1,694,372	273,824	93,928

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

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 ..	95,449,369	99,144,973	87,322,726	87,548,895	2,112,610	7,545,915	6,014,033	4,050,163
Bonds and Debentures .....	67,402,204	56,478,159	61,715,411	49,243,418	978,236	4,085,210	4,708,557	3,149,531
Common and Preference Stocks	27,973,377	42,654,852	25,533,527	38,295,265	1,134,374	3,460,705	1,305,476	898,882
Other Securities .....	73,788	11,962	73,788	10,212	-	-	-	1,750
United States Securities,								
Total .....	26,377,863	28,667,725	26,346,536	28,584,166	14,891	66,104	16,436	17,455
Bonds and Debentures .....	7,485,711	8,340,872	7,476,934	8,328,615	8,777	4,870	-	7,387
Common and Preference Stocks	18,843,688	20,326,853	18,821,138	20,255,551	6,114	61,234	16,436	10,068
Other Securities .....	48,464	-	48,464	-	-	-	-	-
United Kingdom Securities,								
Total .....	651,456	117,658	206,704	91,844	444,752	25,814	-	-
Bonds and Debentures .....	566,552	23,749	179,929	-	386,623	23,749	-	-
Common and Preference Stocks	84,904	93,909	26,775	91,844	58,129	2,065	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities,								
Total .....	2,558,763	1,288,814	2,515,382	1,161,221	8,061	73,609	35,320	53,984
Bonds and Debentures .....	1,496,685	1,268,479	1,465,244	1,154,427	6,237	73,560	25,204	40,492
Common and Preference Stocks	1,062,078	20,335	1,050,138	6,794	1,824	49	10,116	13,492
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities								
(1 year or less) .....	59,963	20,596	59,963	20,596	-	-	-	-
Unspecified Bonds and								
Debentures .....	3,230,350	6,267,626	3,230,350	6,169,575	-	87,089	-	10,962
TOTAL .....	128,327,764	135,507,392	119,681,661	123,576,297	2,580,314	7,798,531	6,065,789	4,132,564

QUOTATIONS AND YIELDS 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 2 $\frac{1}{2}$ % due Dec. 15, 1963-68	
	Price	Yield	Price	Yield	Price	Yield
<u>1945</u>						
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 .....	-	-	100.36	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	102.30	2.34
November .....	-	-	100.79	2.93	102.37	2.34
December .....	-	-	100.58	2.95	102.45	2.33
<u>1946</u>						
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	103.99	2.22
November .....	104.79	2.61	108.46	2.22	104.09	2.21
December .....	104.77	2.61	108.35	2.22	104.19	2.20
<u>1947</u>						
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	2.38	104.97	2.14
June .....	105.00	2.58	105.84	2.43	104.58	2.17
July .....	105.00	2.58	104.20(x)	2.58(x)	104.18	2.20

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

x Subject to revision.





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INDEX NUMBERS OF COMMON STOCK PRICES IN CANADA AND

THE UNITED STATES

(1935-1939=100)

Table 5

	C A N A D A (Dominion Bureau of Statistics)			UNITED STATES (Standard and Poor's Trade Securities)
	Investors' Price Index (100) (74 Industrials 18 Utilities 8 Banks)	Mining Stocks		
		Gold Stocks (23)	Composite Mining Index (27)	(Industrials, Railroads and Utilities)
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 .....	71.5	44.7	54.7	74.7
1943 - December .....	80.5	68.5	74.9	91.8
1944 - December .....	86.0	74.4	80.6	104.7
1945				
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
August .....	116.9	77.6	89.7	146.4
September .....	104.4	71.1	81.6	125.4
October .....	101.8	70.1	80.3	122.3
November .....	102.5	73.1	83.3	120.6
December .....	106.4	70.9	83.7	125.5
1947				
January .....	106.2	74.1	86.6	125.2
February .....	109.4	75.7	88.8	128.7
March .....	106.4	73.8	85.7	123.7
April .....	104.8	73.0	84.1	119.3
May .....	104.4	72.3	83.0	115.2
June .....	105.3	76.6	86.9	119.1
July .....	107.4	75.6	85.8	126.0