

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

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Vol. 14

No. 8

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIESAUGUST, 1948

Sales and purchases of securities between Canada and other countries in August dropped to the lowest level in 12 months, with a total volume of transactions amounting to \$25.2 million compared to \$34.9 million in July and \$60.0 million in June. A purchase balance of \$3.4 million replaced the sales balance of \$1.7 million which occurred in July.

In trade with the United States, both sales and purchases were lower in August than in the preceding month. Net purchases at \$3.1 million were the highest in the current year with the exception of the month of May when a purchase balance of \$5.1 was recorded. Sales of common and preference stocks were almost equal to purchases, but sales of bonds and debentures were considerably lower than purchases due to fairly heavy repurchases of Dominion bonds.

Transactions with the United Kingdom amounted to only \$0.4 million, the lowest monthly total in six years. Sales barely exceeded a hundred thousand dollars, resulting in a purchase balance of \$0.2 million.

Trade with other countries totalled about half of the volume of the preceding month and resulted in a purchase balance of \$0.1 million.

Transactions with all countries in the first eight months of 1948 resulted in a purchase balance of \$17.5 million, close to twice as large as the corresponding figure in 1947. Purchases of Dominion bonds and United States stocks from holders in the United States were the most prominent types of transactions in the 1948 trade.

In Table 4, showing quotations and yields for representative government bonds in Canada, the United Kingdom and the United States, the price of the United Kingdom issue went up almost a point, continuing the advance which started in May, while the Canadian and United States issues eased fractionally.

Stock prices in August continued to recede from the peak established in June. Canadian mining issues showed little change while stocks of other Canadian companies dropped almost three points.

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.

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

Table I.

	Total Transactions			United States			United Kingdom			Other Countries		
	Sales	Pur-chases	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>1946</u>												
TOTAL (12 mos.)	415.8	281.2	+134.6	405.0	234.8	+170.2	4.2	39.6	-33.4	6.5	6.7	-0.2
August	23.7	19.6	+ 4.1	23.1	15.2	+ 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 (12 mos.)	193.8	211.8	- 18.0	182.3	192.8	- 10.5	4.2	13.3	- 9.1	7.3	5.7	+1.6
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
August	10.9	13.2	- 2.3	10.6	11.9	- 1.4	0.1	1.2	- 1.1	0.2	0.1	+0.1
September	13.4	15.9	- 2.5	12.5	13.2	- 0.7	0.7	2.1	- 1.5	0.2	0.6	-0.3
October	14.7	15.1	- 0.4	14.1	13.9	+ 0.2	0.2	0.7	- 0.5	0.4	0.5	-0.1
November	12.1	13.7	- 1.6	11.4	12.8	- 1.4	0.4	0.7	- 0.3	0.3	0.2	+0.1
December	14.3	18.4	- 4.1	14.0	17.3	- 3.3	0.2	0.9	- 0.7	0.1	0.2	-0.1
<u>1948</u>												
TOTAL (8 mos.)	141.1	158.6	- 17.5	136.2	151.0	- 14.8	2.0	5.0	2 3.0	2.9	2.6	+0.3
January	16.5	19.0	- 2.5	15.6	17.6	- 2.0	0.1	0.7	- 0.6	0.7	0.8	-0.1
February	13.0	15.5	- 2.5	11.9	14.6	- 2.7	0.4	0.4	0.0	0.7	0.5	+0.2
March	15.6	15.6	0.0	15.1	14.5	+ 0.6	0.4	0.9	- 0.5	0.2	0.2	0.0
April	19.0	20.4	- 1.4	18.1	19.7	- 1.6	0.3	0.5	- 0.2	0.6	0.2	+0.4
May	19.5	25.3	- 5.8	19.1	24.2	- 5.1	0.3	1.0	- 0.7	0.1	0.1	0.0
June	28.3	31.7	- 3.4	27.9	30.9	- 3.0	0.2	0.4	- 0.2	0.2	0.4	-0.2
July	18.3	16.6	+ 1.7	17.8	15.6	+ 2.2	0.2	0.7	- 0.5	0.3	0.3	0.0
August	10.9	14.3	- 3.4	10.7	13.8	- 3.1	0.1	0.3	- 0.2	0.1	0.2	-0.1

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, AUGUST, 1948
(In thousands of dollars)

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	3,129	6,262	3,035	6,009	33	154	60	98
Canadian New Issues	350	-	299	-	-	-	51	-
Canadian Outstanding Issues								
Dominion	666	3,213	666	3,133	-	50	-	29
Provincial	137	50	137	21	-	29	-	-
Municipal	19	581	14	548	4	33	-	-
Guaranteed by the Dominion	289	69	289	46	-	23	-	-
Railway, other	6	9	6	-	-	9	-	-
Other Corporations	121	389	114	317	-	5	7	67
United States New Issues								
Government	-	42	-	42	-	-	-	-
Other	-	-	-	-	-	-	-	-
United States Outstanding Issues ..								
Government	691	1,267	691	1,267	-	-	-	-
Other	147	103	147	103	-	-	-	-
United Kingdom New Issues								
Government	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues..								
Government	29	-	-	-	29	-	-	-
Other	-	1	-	1	-	-	-	-
Other Countries New Issues	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues.	138	35	136	28	-	5	2	2
Unspecified Bonds and Debentures ..	536	503	536	503	-	-	-	-
Common & Preference Stocks								
Canadian	6,018	5,751	5,860	5,501	94	148	65	102
United States	1,699	2,238	1,699	2,238	-	-	-	-
United Kingdom	2	-	-	-	2	-	-	-
Other Countries	-	-	-	-	-	-	-	-
Short-Term Securities (1 year or less)	26	20	26	20	-	-	-	-
Other Securities								
Canadian	58	41	58	41	-	-	-	-
United States	-	-	-	-	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	-	-	-	-	-	-	-	-
TOTAL	10,932	14,312	10,678	13,809	129	302	125	200

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, EIGHT MONTHS ENDING AUGUST, 1948
(In thousands of dollars)

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	59,481	71,697	56,622	67,728	997	2,070	1,860	1,899
Canadian New Issues	4,051	-	3,726	-	-	-	325	-
Canadian Outstanding Issues								
Dominion	21,173	33,225	20,261	32,325	138	99	774	800
Provincial	3,763	2,758	3,531	2,148	173	604	60	6
Municipal	2,653	2,777	2,611	2,081	16	688	25	6
Guaranteed by the Dominion	1,342	1,412	1,310	1,317	-	26	33	70
Railway, other	2,032	1,363	2,022	1,173	9	109	-	83
Other Corporations	3,221	4,561	2,687	3,590	84	257	449	716
United States New Issues								
Government	-	1,709	-	1,709	-	-	-	-
Other	-	458	-	458	-	-	-	-
United States Outstanding Issues								
Government	9,089	9,732	9,081	9,729	8	2	-	-
Other	4,093	2,407	4,093	2,356	-	51	-	1
United Kingdom New Issues								
Government	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues ...								
Government	736	104	247	23	488	81	-	-
Other	35	4	-	4	35	-	-	-
Other Countries New Issues	-	20	-	20	-	-	-	-
Other Countries Outstanding Issues ..	1,128	2,025	888	1,653	46	153	194	218
Unspecified Bonds and Debentures	6,165	9,142	6,165	9,142	-	-	-	-
Common & Preference Stocks								
Canadian	54,623	55,041	52,832	51,619	755	2,733	1,036	689
United States	26,455	31,144	26,438	31,000	4	122	13	22
United Kingdom	311	8	80	2	231	6	-	-
Other Countries	9	4	9	1	-	-	-	3
Short-Term Securities (1 year or less)	120	624	119	594	-	30	-	-
Other Securities								
Canadian	123	80	123	78	-	2	-	-
United States	2	-	2	-	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	25	-	25	-	-	-	-	-
TOTAL	141,149	158,598	136,250	151,022	1,987	4,963	2,909	2,613

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

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
BY NATIONALITY AND CLASS OF SECURITY
SUMMARY TABLE, AUGUST, 1948
(In thousands of dollars)

Table 3

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
<u>Canadian Securities, Total</u>	7,664	10,103	7,443	9,607	98	297	123	198
Bonds and Debentures	1,588	4,311	1,525	4,065	4	149	58	96
Common and Preference Stocks ...	6,018	5,751	5,860	5,501	94	148	65	102
Other Securities	58	41	58	41	-	-	-	-
<u>United States Securities, Total ..</u>	2,537	3,650	2,537	3,650	-	-	-	-
Bonds and Debentures	838	1,412	838	1,412	-	-	-	-
Common and Preference Stocks ...	1,699	2,238	1,699	2,238	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
<u>United Kingdom Securities, Total .</u>	31	1	-	1	31	-	-	-
Bonds and Debentures	29	1	-	1	29	-	-	-
Common and Preference Stocks ...	2	-	-	-	2	-	-	-
Other Securities	-	-	-	-	-	-	-	-
<u>Other Countries Securities, Total.</u>	138	35	136	28	-	5	2	2
Bonds and Debentures	138	35	136	28	-	5	2	2
Common and Preference Stocks ...	-	-	-	-	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
<u>Short-Term Securities (1 year or less)</u>	26	20	26	20	-	-	-	-
<u>Unspecified Bonds and Debentures .</u>	536	503	536	503	-	-	-	-
<u>TOTAL</u>	10,932	14,312	10,678	13,809	129	302	125	200

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

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
BY NATIONALITY AND CLASS OF SECURITY
FOR THE EIGHT MONTHS ENDING AUGUST, 1948

Table 3A

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
<u>Canadian Securities, Total</u>	92,981	101,217	89,103	94,311	1,175	4,518	2,702	2,370
Bonds and Debentures	38,235	46,096	36,148	42,034	420	1,783	1,666	1,681
Common and Preference Stocks ...	54,623	55,041	52,832	51,619	755	2,733	1,036	689
Other Securities	123	80	123	78	-	2	-	-
<u>United States Securities, Total</u> ...	39,639	45,450	39,614	45,252	12	175	13	23
Bonds and Debentures	13,182	14,306	13,174	14,252	8	53	-	1
Common and Preference Stocks ...	26,455	31,144	26,438	31,000	4	122	13	22
Other Securities	2	-	2	-	-	-	-	-
<u>United Kingdom Securities, Total</u> ..	1,082	116	327	29	754	87	-	-
Bonds and Debentures	771	108	247	27	523	81	-	-
Common and Preference Stocks ...	311	8	80	2	231	6	-	-
Other Securities	-	-	-	-	-	-	-	-
<u>Other Countries Securities, Total</u> ..	1,162	2,049	922	1,674	46	153	194	221
Bonds and Debentures	1,128	2,045	888	1,673	46	153	194	218
Common and Preference Stocks ...	9	4	9	1	-	-	-	3
Other Securities	25	-	25	-	-	-	-	-
<u>Short-Term Securities (1 year or less)</u>	120	624	119	594	-	30	-	-
<u>Unspecified Bonds and Debentures</u> ..	6,165	9,142	6,165	9,142	-	-	-	-
<u>TOTAL</u>	141,149	158,598	136,250	151,022	1,987	4,963	2,909	2,614

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

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 2½% due Dec. 15, 1963-68	
	Price	Yield	Price	Yield	Price	Yield
<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	103.27	2.67	104.18	2.20
August	104.85	2.59	99.86	3.01	104.21	2.19
September	104.86	2.58	100.11	2.99	104.35	2.18
October	104.81	2.59	101.87	2.81	103.84	2.22
November	104.75	2.59	102.44	2.75	102.44	2.32
December	104.75	2.59	100.82	2.92	101.99	2.35
<u>1948</u>						
January	102.25	2.80	100.92	2.90	101.03	2.42
February	101.85	2.83	101.00	2.90	101.03	2.42
March	100.27	2.98	101.30	2.86	101.10	2.42
April	100.37	2.97	99.71	3.02	101.16	2.41
May	100.73	2.93	100.82	2.91	101.46	2.39
June	100.63	2.94	100.98	2.89	101.59	2.38
July	100.72	2.93	101.04	2.89	101.10	2.41
August	100.43	2.96	101.84	2.80	101.03	2.42

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



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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	Mining Stocks			
	(Industrials Utilities Banks)	Gold Stocks	Composite Mining Index		
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 - December	112.5	104.0	108.2	139.7	
<u>1946</u>					
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	83.5	120.6	
December	106.4	70.9	83.7	125.5	
<u>1947</u>					
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	
August	105.5	77.3	87.0	124.5	
September	104.1	80.1	88.0	123.1	
October	105.5	78.9	87.6	125.1	
November	107.3	79.5	89.9	123.6	
December	106.2	74.8	86.6	122.4	
<u>1948</u>					
January	107.5	71.6	84.8	120.1	
February	102.2	71.8	83.3	114.2	
March	101.5	71.1	82.2	116.4	
April	109.1	66.2	81.6	124.6	
May	116.5	66.9	84.1	130.2	
June	120.3	62.7	81.1	135.1	
July	116.3	60.3	78.8	131.9	
August	113.6	60.7	78.7	130.0(x)	

(x) Subject to revision