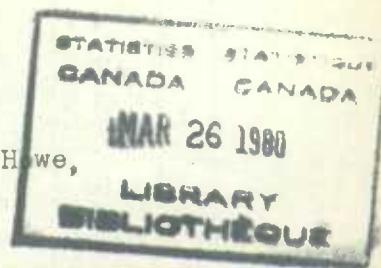


DEPARTMENT OF TRADE AND COMMERCE  
 DOMINION BUREAU OF STATISTICS - CANADA  
 BALANCE OF PAYMENTS SECTION

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SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

JULY, 1949

Security transactions with other countries during July resulted in considerable decreases in both sales and purchases from the June totals. The volume of trade amounted to \$20.9 million, sales exceeding purchases by \$0.9 million, which replaced the large purchase balance incurred in the previous month.

Sales and purchases in July fell considerably below the average for the first seven months of 1949, and were \$14 million below transactions in the corresponding month in 1948. However, transactions in July reduced the cumulative purchase balance which existed at the end of June. Total sales and purchases at the end of the first seven months were almost brought into balance, whereas transactions for the similar period in 1948 resulted in an excess of purchases over sales of \$13.9 million.

The low volume of trade was accounted for by decreases in sales and purchases with the United States, which resulted in a sales balance of \$0.8 million. Whereas Dominion bond issues were the principal type of security traded in the previous month, transactions with the United States during July were almost evenly divided between stocks and bonds.

Transactions with the United Kingdom resulted in a fall in purchases, while sales remained unchanged, which brought the volume of trade with that country into balance.

There was little change in the volume of trade with other countries, sales exceeding purchases by \$0.1 million.

In Table 4, Canadian and United States government bonds advanced in price, while United Kingdom quotations receded from the previous month.

In Table 5, price indexes of Canadian and United States stocks indicated considerable recovery over the low levels which existed in June. The largest gains were made in Canadian mining stocks.

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  
(Millions of dollars)

Table 1.

Year and Month	Total Transactions			United States			United Kingdom			Other Countries		
	Sales to from	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.-
<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
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 (12 mos.)	200.0	217.2	-17.2	191.0	207.7	-16.6	4.7	6.0	-1.3	4.3	3.6	+0.7
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
September .....	19.5	20.4	- 0.9	18.8	19.6	- 0.8	0.2	0.5	-0.3	0.5	0.3	+0.2
October .....	17.5	18.0	- 0.5	16.3	17.2	- 0.9	0.9	0.5	+0.4	0.4	0.4	0.0
November .....	21.8	20.2	+ 1.6	19.7	19.8	- 0.1	1.6	0.1	+1.5	0.5	0.3	+0.2
December .....	17.7	18.3	- 0.6	16.4	17.6	- 1.2	0.3	0.4	-0.1	0.9	0.3	+0.6
<u>1949</u>												
Total (7 mos.)	127.9	128.9	- 1.0	123.6	124.1	- 0.5	1.6	2.5	-0.9	2.7	2.3	+0.4
January .....	18.4	18.0	+ 0.4	17.8	17.3	+ 0.5	0.1	0.3	-0.2	0.4	0.4	0.0
February .....	11.4	12.6	- 1.2	10.6	11.9	- 1.3	0.2	0.2	0.0	0.6	0.5	+0.1
March .....	14.6	13.8	+ 0.8	14.1	13.1	+ 1.0	0.1	0.3	-0.2	0.4	0.4	0.0
April .....	21.4	17.2	+ 4.2	20.5	16.6	+ 3.9	0.4	0.3	+0.1	0.5	0.3	+0.2
May .....	14.6	14.8	- 0.2	14.0	14.4	- 0.4	0.2	0.3	-0.1	0.3	0.2	+0.1
June .....	36.7	42.5	- 5.8	36.2	41.4	- 5.2	0.3	0.7	-0.4	0.2	0.4	-0.2
July .....	10.9	10.0	+ 0.9	10.3	9.5	+ 0.8	0.3	0.3	0.0	0.3	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, JULY, 1949  
 (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 .....	5,881	4,793	5,454	4,479	307	238	121	77
Canadian New Issues .....	11	-	11	-	-	-	-	-
Canadian Outstanding Issues .....								
Dominion .....	1,239	1,302	1,226	1,290	-	1	13	11
Provincial .....	336	224	236	14	99	210	1	1
Municipal .....	244	35	44	22	200	13	-	-
Guaranteed by the Dominion .....	23	41	23	41	-	-	-	-
Railway, other .....	442	20	442	15	-	5	-	-
Other Corporations .....	1,474	1,184	1,363	1,126	5	1	107	57
United States New Issues .....								
Government .....	-	12	-	12	-	-	-	-
Other .....	-	167	-	167	-	-	-	-
United States Outstanding Issues .....								
Government .....	922	996	922	996	-	-	-	-
Other .....	85	107	85	107	-	-	-	-
United Kingdom New Issues .....								3
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues .....								
Government .....	4	-	1	-	3	-	-	-
Other .....	2	-	2	-	-	-	-	-
Other Countries New Issues .....	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues .....	27	85	27	69	-	3	-	8
Unspecified Bonds and Debentures .....	1,072	620	1,072	620	-	-	-	-
Common & Preference Stocks .....								
Canadian .....	3,034	2,919	2,828	2,727	20	58	186	134
United States .....	1,791	1,794	1,788	1,794	-	-	3	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
Short-Term Securities (1 yr. or less) .....	230	512	230	512	-	-	-	-
Other Securities .....								
Canadian .....	-	-	-	-	-	-	-	-
United States .....	-	-	-	-	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	2	-	2	-	-	-	-	-
TOTAL .....	10,938	10,018	10,302	9,512	327	296	310	211

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, 7 MONTHS ENDING JULY, 1949  
(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	Sales to	Purchases from
<u>Bonds and Debentures, Total.....</u>	74,647	72,160	72,477	69,853	1,055	1,308	1,111	1,001
Canadian New Issues .....	49	-	22	-	-	-	27	-
Canadian Outstanding Issues .....								
Dominion .....	36,253	38,793	35,497	38,295	201	43	554	456
Provincial .....	3,679	1,642	3,348	979	302	648	29	16
Municipal .....	8,688	3,031	8,488	2,749	200	274	-	8
Guaranteed by the Dominion ....	709	1,679	661	1,553	4	26	43	99
Railway, other .....	3,703	1,299	3,668	1,034	2	89	33	176
Other Corporations .....	6,993	7,996	6,290	7,720	298	57	404	220
United States New Issues .....								
Government .....	-	1,463	-	1,463	-	-	-	-
Other .....	-	248	-	248	-	-	-	-
United States Outstanding Issues.								
Government .....	6,880	8,461	6,880	8,461	-	-	-	-
Other .....	918	1,124	918	1,124	-	-	-	-
United Kingdom New Issues .....								
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues								
Government .....	55	60	10	-	45	60	-	-
Other .....	5	-	4	-	1	-	-	-
Other Countries New Issues .....	-	3	-	3	-	-	-	-
Other Countries Outstanding Issues	836	401	813	264	2	111	21	26
Unspecified Bonds and Debentures.	5,879	5,960	5,879	5,960	-	-	-	-
<u>Common &amp; Preference Stocks</u>								
Canadian .....	30,078	37,956	28,004	35,589	539	1,095	1,534	1,271
United States .....	22,509	17,326	22,486	17,300	9	-	14	26
United Kingdom .....	12	-	-	-	12	-	-	-6
Other Countries .....	41	3	38	3	3	-	-	-
<u>Short-Term Securities(1 yr. or less)</u>	383	1,284	383	1,284	-	-	-	-
<u>Other Securities</u>								
Canadian .....	229	153	176	115	1	-	52	38
United States .....	-	5	-	5	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	50	56	50	-	-	54	-	2
<b>TOTAL .....</b>	<b>127,949</b>	<b>128,943</b>	<b>123,615</b>	<b>124,149</b>	<b>1,619</b>	<b>2,457</b>	<b>2,711</b>	<b>2,338</b>

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 JULY, 1949

Table 3

(Thousands of dollars)

	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>	6,803	5,725	6,173	5,235	324	288	307	203
Bonds and Debentures .....	3,769	2,806	3,345	2,508	304	230	121	69
Common and Preference Stocks ...	3,034	2,919	2,828	2,727	20	58	186	134
Other Securities .....	-	-	-	-	-	-	-	-
<u>United States Securities, Total ..</u>	2,798	3,070	2,795	3,076	-	-	3	-
Bonds and Debentures .....	1,007	1,282	1,007	1,282	-	-	-	-
Common and Preference Stocks ..	1,791	1,794	1,788	1,794	-	-	3	-
Other Securities .....	-	-	-	-	-	-	-	-
<u>United Kingdom Securities, Total ..</u>	6	-	3	-	3	-	-	-
Bonds and Debentures .....	6	-	3	-	3	-	-	-
Common and Preference Stocks ...	-	-	-	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
<u>Other Countries Securities, Total ..</u>	29	85	29	69	-	8	-	8
Bonds and Debentures .....	27	85	27	69	-	8	-	8
Common and Preference Stocks ...	-	-	-	-	-	-	-	-
Other Securities .....	2	-	2	-	-	-	-	-
<u>Short-Term Securities(1 yr. or less)</u>	230	512	230	512	-	-	-	-
<u>Unspecified Bonds and Debentures..</u>	1,072	620	1,072	620	-	-	-	-
<b>TOTAL .....</b>	<b>10,938</b>	<b>10,018</b>	<b>10,302</b>	<b>9,512</b>	<b>327</b>	<b>296</b>	<b>310</b>	<b>211</b>

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  
FOR THE SEVEN MONTHS ENDING JULY, 1949

Table 3A

(Thousands of dollars)

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
	Sales	Purchases	Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
<u>Canadian Securities, Total .....</u>	90,381	92,549	86,154	88,034	1,547	2,232	2,676	2,284
Bonds and Debentures .....	60,074	54,440	57,974	52,330	1,007	1,137	1,090	975
Common and Preference Stocks ..	30,078	37,956	28,004	35,589	539	1,095	1,534	1,271
Other Securities .....	229	153	176	115	1	-	52	38
<u>United States Securities, Total .</u>	30,307	28,627	30,284	28,601	9	-	14	26
Bonds and Debentures .....	7,798	11,296	7,798	11,296	-	-	-	-
Common and Preference Stocks ..	22,509	17,326	22,486	17,300	9	-	14	26
Other Securities .....	-	5	-	5	-	-	-	-
<u>United Kingdom Securities, Total .</u>	72	60	14	-	58	60	-	-
Bonds and Debentures .....	60	60	14	-	46	60	-	-
Common and Preference Stocks ...	12	-	-	-	12	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
<u>Other Countries Securities, Total.</u>	927	463	901	270	5	165	21	28
Bonds and Debentures .....	836	404	813	267	2	111	21	26
Common and Preference Stocks ....	41	3	38	3	3	-	-	-
Other Securities .....	50	56	50	-	-	54	-	2
<u>Short-Term Securities(1 yr. or less)</u>	383	1,284	383	1,284	-	-	-	-
<u>Unspecified Bonds and Debentures ..</u>	5,879	5,960	5,879	5,960	-	-	-	-
<u>TOTAL .....</u>	127,949	128,943	123,615	124,149	1,619	2,457	2,711	2,338

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 2 1/2% due Dec. 15, 1963-68	
	Price	Yield	Price	Yield	Price	Yield
<b>1947</b>						
January .....	104.76	2.61	108.54	2.20	104.68	2.17
February .....	104.83	2.60	107.05	2.28	104.78	2.16
March .....	104.85	2.60	105.54	2.47	105.07	2.14
April .....	104.75	2.60	105.01	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	2.81	103.84	2.22
October .....	104.81	2.59	101.87	2.99	104.35	2.18
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
<b>1948</b>						
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
September .....	100.51	2.95	102.31	2.75	101.03	2.42
October .....	100.41	2.96	102.90	2.68	101.03	2.42
November .....	100.65	2.94	103.27	2.64	101.15	2.41
December .....	100.75	2.93	103.42	2.62	101.34	2.39
<b>1949</b>						
January .....	100.72	2.93	103.55	2.60	101.60	2.37
February .....	100.77	2.93	103.58	2.60	101.92	2.35
March .....	100.80	2.92	103.54	2.60	102.05	2.33
April .....	100.88	2.91	103.72	2.58	102.07	2.33
May .....	100.88	2.91	103.50	2.60	102.09	2.33
June .....	100.88	2.91	101.92	2.78	102.27	2.32
July .....	101.12	2.89	99.40	3.04	103.77	2.19

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



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- 8 -

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

Table 5.

	C A N A D A			U N I T E D S T A T E S
	(Dominion Bureau of Statistics)			(Standard and Poor's Trade Securities)
	Investors' Price Index	Mining Stocks	Composite Mining Index	(Industrials, Railroads and Utilities)
	(Industrials Utilities Banks)	Gold Stocks	Index	
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
1946 - December .....	106.4	70.9	83.7	125.5
<u>1947</u> - 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	87.5	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	83.8	114.2
March .....	101.5	71.1	82.2	116.4
April .....	109.1	66.2	81.6	124.6
May .....	110.5	60.9	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	127.1
September .....	113.4	63.0	80.4	125.7
October .....	116.4	62.2	82.5	127.8
November .....	117.8	60.5	82.7	120.4
December .....	115.8	63.0	84.2	119.4
<u>1949</u> - January .....	114.3	69.1	88.9	121.0
February .....	108.1	68.8	85.9	117.2
March .....	106.4	67.1	82.8	118.0
April .....	106.4	72.3	86.0	118.5
May .....	105.3	69.4	82.5	117.7
June .....	99.6	66.5	78.9	112.0
July .....	104.2	70.6	84.9	117.8