

C.1

67 002



CANADA



SALES AND PURCHASES OF SECURITIES
BETWEEN CANADA AND OTHER COUNTRIES
DECEMBER 1953

AND

REVIEW OF TRADE DURING 1953

Published by Authority of

The Right Honourable C. D. Howe, Minister of Trade and Commerce

DOMINION BUREAU OF STATISTICS

International Trade Division

Balance of Payments Section

7503-504
8-3-54

Price: \$1.00 per year
10 cents per copy

Vol. 19, No. 12

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

Review of International Trade in Outstanding Securities - 1953

Canada's international trade in outstanding securities in 1953 resulted in a relatively small purchase balance or capital outflow of \$12 million in contrast to the record outflow of \$85 million which occurred in 1952. Taking the year as a whole, the general pattern of trading was much the same as in 1952. There continued to be net repurchases of Canadian government bonds from the United States, offset by net sales of securities of Canadian corporations. Both these movements took place on a reduced scale and the purchase balance with the United States fell from \$98 million in 1952 to \$62 million in 1953. There was a striking increase in net sales to the United Kingdom of outstanding securities, mainly Canadian, which totalled \$29 million being the first annual sales balance since 1937. Net sales to other overseas countries aggregating \$20 million were also higher than in the previous year but did not reach the very high levels of 1951.

In addition to the transactions in outstanding issues of Canadian securities described above, new issues and retirements of Canadian securities led to a net capital inflow of \$178 million, while similar transactions in foreign securities led to an outflow of \$22 million.

Sales to non-residents of new Canadian issues were concentrated heavily in the first and last quarters of the year when a substantial volume of financing was done in the New York market. In the middle quarters of the year the volume of new Canadian issues in both domestic and foreign markets was very light. A rapid rise of long-term interest rates in the United States in the second quarter abruptly narrowed the spread between rates in the two countries. Towards the end of the third quarter United States bond prices rose, and the volume of issues placed by Canadian borrowers in the New York market rose in the final quarter of the year. Two-thirds of the new issues sold to non-residents were those of provinces and municipalities, and the balance was about evenly divided between funded debt and equity securities of corporations. Nearly three-quarters of the new issues sold abroad took the form of funded debt payable optionally or solely in United States dollars. Retirements of non-resident owned Canadian securities were dominated by the repurchase in the second quarter for Government account of \$75 million Canada 3/63 (external) loan; this transaction was financed directly by a reduction of Canada's official holdings of gold and foreign exchange.

Security Transactions Between Canada and Other Countries

	Net Sales (+) or Purchases (-) by Canadians					
	1948	1949	1950	1951	1952	1953
	(Millions of Dollars)					
<u>Canadian Securities</u>						
Outstanding issues	+ 3	+ 8	+ 329	+ 38	- 95	- 31
New issues	+ 150	+ 105	+ 210	+ 411	+ 319	+ 322
Retirements	- 114	- 147	- 284	- 184	- 89	- 144
<u>Foreign Securities</u>						
Outstanding issues	- 7	+ 22	+ 70	+ 15	+ 10	+ 19
New issues	- 3	- 4	- 2	- 3	- 20	- 23
Retirements	+ 2	+ 2	+ 8	+ 3	-	+ 1
Total - all securities	+ 31	- 14	+ 331	+ 280	+ 125	+ 144

Note: This table excludes capital inflows for direct investment in Canadian enterprises by foreign owners or controlling interests, and security transactions of a short-term character analogous to changes in bank balances. Data for 1953 preliminary and data for 1952 are subject to revision.

It should be noted that the foregoing figures include, in addition to the outstanding security transactions reported by investment firms, stock exchanges and other security dealers, and covered in the regular monthly reports in this series, sales and purchases of new issues, retirements, and some transactions in outstanding securities through other than reporting agencies.

There are other important types of international capital movements contributing to the financing of Canadian investment which are not covered in this report. Particularly noteworthy in recent years has been the capital inflow for direct investment in foreign controlled enterprises in Canada, which has risen in each post-war year and is tentatively estimated to have totalled \$385 million in 1953. These and other capital movements are covered in the annual and quarterly reports on The Canadian Balance of International Payments.

At the end of 1952 foreign long-term investment of all types in Canada was estimated at about \$10.2 billion, and it seems likely that this increased to nearly \$11 billion during 1953. But Canada also has a considerable investment abroad in the form of private direct and portfolio investments, and government assets including both loans to other governments and official holdings of gold and foreign exchange. Canada's net balance of international indebtedness after declining through the war years has been growing with the period of heavy expansion in the Canadian economy, and is now again approaching the level of \$5.5 billion recorded in 1939. The great growth in Canadian productive resources since that time, however, has been chiefly financed from the savings of residents of Canada.

Trends over 1953 and Transactions in December

It has been noted that over the year as a whole, trading followed the mixed pattern which developed in mid-1951 with repurchases from non-residents of government bonds and concurrent sales to non-residents of Canadian corporate securities. As the year drew on, however, there were indications that this phase might be coming to a close. After the long period of heavy repatriation, repurchases of government bonds fell sharply in the first quarter of the year. But in the second quarter, the trend towards balance was broken by a sudden wave of repatriation from the United States. There seems little doubt that this movement was related to a sharp increase in interest rates which occurred at that time in the United States bond and mortgage markets. The trend towards balance was resumed in the third quarter, and in November there were net sales of government bonds to the United States for the first month since March 1951. This change contributed to a sales balance with all countries in the final quarter of the year. Residents of the United Kingdom and of other overseas countries were net buyers of Canadian government bonds in each quarter of the year.

The balance of trading in Canadian stocks between Canada and all countries also shifted over the year, and while relatively heavy net sales to non-residents occurred in the first quarter, a declining trend was in evidence. Transactions with the United States led to a repurchase balance in the third quarter of the year, and although residents of the United Kingdom and other overseas countries were net buyers in each quarter, there was net repatriation from all countries in the final quarter of the year.

On balance Canadians continued to trade out of their holdings of United States and other foreign securities, and there were net sales in each quarter. The sales balance from trading in the final quarter of the year was the highest since 1950, when particularly heavy repatriation occurred in anticipation of exchange rate changes. But in the latter part of 1953 Canadians were also relatively heavy buyers of new foreign issues, mainly United States non-government bonds. As a consequence over the last half of the year there was a net capital outflow on account of foreign securities.

Trading in the month of December led to a sales balance of \$4.7 million, net purchases of \$2.0 million from the United States having partially offset sales balances of \$5.3 million and \$1.4 million with the United Kingdom and with other overseas countries respectively. Trade with the United States resulted in net repurchases of Canadian securities, which may have been influenced by the higher exchange value of the Canadian dollar. On the other side, Canadians traded heavily out of United States securities, mainly non-government bonds; reference has already been made to the substantial purchases by Canadians of similar new issues which occurred at this time. The sales balances with the United Kingdom and with other overseas countries were largely the result of trading in Canadian bonds and stocks.

Summary of Transactions in Outstanding Securities between
Canada and Other Countries

(as reported in the monthly returns covered in this series of reports)

1952 and 1953

	Sales		Purchases		Net Sales (+) or Purchases (-)	
	By Canadians		By Canadians			
	1952	1953	1952	1953	1952	1953
(millions of dollars)						
<u>By Countries</u>						
United States	450.1	380.4	542.5	442.0	- 92.4	- 61.6
United Kingdom	25.2	53.3	25.3	24.0	- 0.1	+ 29.3
Other countries	32.4	60.6	17.8	40.2	+ 14.6	+ 20.4
Total, all countries	507.7	494.3	585.6	506.2	- 77.9	- 11.9
<u>By Nationality of Security</u>						
Canadian bonds (1)	98.4	113.2	255.4	165.1	- 157.0	- 51.9
Canadian stocks	320.3	261.3	249.0	240.5	+ 71.3	+ 20.9
Total - Canadian securities (2)	427.0	379.7	510.9	410.4	- 83.9	- 30.7
United States bonds	3.8	23.0	7.8	14.4	- 4.0	+ 8.5
United States stocks	68.5	85.0	61.8	75.6	+ 6.7	+ 9.4
Total - United States securities (2)	72.9	108.0	69.8	90.1	+ 3.1	+ 17.9
Total - all securities (2)	507.7	494.3	585.6	506.2	- 77.9	- 11.9

(1) includes unspecified bonds and debentures in 1952

(2) includes other securities

Transactions with the United States

Trading in outstanding securities between Canada and the United States as reported by dealers in Canada resulted in a purchase balance of \$62 million in 1953 compared with \$92 million in 1952. The volume of transactions dropped from almost \$1,000 million in 1952 to less than \$825 million in 1953. While net repurchases of Government of Canada direct and guaranteed issues aggregating \$64 million were the major contributor to the balance, this repatriation was over \$90 million lower than in 1952 and was the smallest annual repurchase balance since the tremendous sales of 1950. The reflux of the large capital inflows of 1950 appeared to have been completed before the end of 1952 by which time United States holdings of Government of Canada direct issues had fallen from the year-end peak of about \$1,000 million in 1950 to less than \$750 million, somewhat lower than at the end of either 1948 or 1949. The further repatriation which occurred in 1953 was heavily concentrated in the second quarter of the year and appears to have been mainly related to the striking changes which occurred at that time in the level of interest rates in the United States. These changes are discussed later in this report. Net repurchases from United States residents of provincial and municipal bonds aggregated about \$20 million in contrast to \$30 million in 1952. But trading in Canadian corporation bonds which led to a sales balance of \$15 million in 1952, resulted in a repurchase balance of \$1 million in 1953. While most of the repurchases of Government of Canada bonds represented the reduction of international indebtedness payable in Canadian dollars only, trading in guaranteed, provincial and municipal issues included a substantial volume of bonds payable optionally or solely in foreign currencies.

In contrast to the capital inflow of \$65 million recorded from trade in outstanding Canadian stocks with the United States in 1952, these transactions led to an inflow of only \$6 million in 1953, as Canadians became net buyers over the last six months of the year. The continued sales of

Canadian holdings of outstanding United States and other foreign securities led to a capital inflow of \$18 million, considerably above the inflow of \$4 million from this type of transaction in 1952.

The outstanding features in 1953 of trade in securities between Canada and the United States included the arresting in November of the long period of repatriation of Government of Canada direct and guaranteed debt. In each of the thirty-one months from April 1951 to October 1953, United States residents were on balance sellers of these bonds. Net Canadian repurchases in this period, heavily concentrated in the thirteen months ending October 1952 and in May and June 1953, totalled \$339 million. These market transactions did not represent the full measure of repatriation as there were in addition important retirements. Also of significance was the changing attitude of United States investors to the stocks of Canadian corporations, resulting in net outflows of capital over the last half of the year. But total United States portfolio investment in Canada, estimated at \$3,260 million at the end of 1952, continued to rise during the year through the excess of sales of new issues over retirements and through growths in book values.

Summary of Transactions in Outstanding Securities between Canada and the United States

(as reported in the monthly returns covered in this series of reports)

1952 and 1953

	Sales		Purchases		Net Sales (+) or Purchases (-)	
	By Canadians		By Canadians			
	1952	1953	1952	1953	1952	1953
(millions of dollars)						
<u>By Nationality of Security</u>						
Canadian bonds (1)	82.9	57.0	246.8	141.8	- 163.9	- 84.8
Canadian stocks	283.4	210.5	217.9	205.0	+ 65.5	+ 5.5
Total - Canadian securities (2)	374.5	271.9	471.1	351.3	- 96.6	- 79.4
United States bonds	3.5	22.6	7.8	14.0	- 4.3	+ 8.6
United States stocks	68.5	83.6	61.6	73.7	+ 6.9	+ 10.0
Total - United States securities (2)	72.5	106.2	69.6	87.6	+ 2.9	+ 18.6
Total - all securities (2)	450.1	380.4	542.5	442.0	- 92.4	- 61.6

(1) includes unspecified bonds and debentures in 1952

(2) includes other securities

Transactions with the United Kingdom

A striking development in Canada's international security trading in 1953 was the emergence of a sales balance of \$29 million with the United Kingdom. Although sales balances occurred in most months since mid-1952, transactions for 1952 as a whole led to a small purchase balance, and the net capital inflow from trade in outstanding securities with the United Kingdom in 1953 was the first since 1937. Taking into account new issues, retirements, and official war-time repatriation it is necessary to go back to 1934 to find a capital import from the United Kingdom on account of portfolio securities. In the intervening eighteen years there were capital outflows from Canada of the order of \$1.4 billion from all security transactions, including about \$0.7 billion from official repatriation. The corresponding inflow of \$29 million in 1953 was not large in relation either to the preceding outflows or to United Kingdom portfolio investments in Canada aggregating somewhat over \$1.2 billion. It represents, however, a significant change from the period when, beset by problems of war finance and other currency difficulties, the United Kingdom's overseas investments underwent drastic liquidation

despite the substantial war and post-war aid extended by the United States and Canada. In addition to purchases in 1953 of \$7 million of Canadian equity securities, included in the above totals, United Kingdom residents also transferred increased amounts of capital for participation in the Canadian economy through direct-investment in British-controlled enterprises.

Among the background factors to security trading with the United Kingdom, was the conclusion of an agreement covering repayment of the Canadian interest-free loan of 1942. This loan, originally in the amount of \$700 million, was to be reduced by crediting against it dollars accruing to the United Kingdom from sales to non-residents of Canadian securities (payable in Canadian dollars) held by residents of the United Kingdom, together with proceeds of redemption of any Canadian securities. Subsequently it was agreed that certain new direct investments in Canada and the financing of an order for Canadian aircraft by United Kingdom residents could be offset against the amounts accruing for payment. As a result of the new agreement signed in August which provides for amortization of the outstanding balance over the next five years, the United Kingdom is released from these repayment provisions, and the authorities there have withdrawn the special restrictions imposed on the switching abroad of Canadian securities. The volume of trading in outstanding securities between Canada and the United Kingdom which had risen from \$30 million in 1951 to \$50 million in 1952 rose a further \$27 million in 1953.

A factor also contributing to the change from a repurchase balance of nearly \$6 million in 1952 to a sales balance of Canadian stocks amounting to \$7 million was an apparent decline in the liquidation of holdings of stocks of some companies in which British investment has been substantial; for, despite the possible effects of a less restrictive attitude on the part of United Kingdom authorities to switching, gross repurchases from the United Kingdom fell slightly in 1953. The substantially lower market prices prevailing in 1953 may well have led to a reduction in the rate of liquidation.

Transactions with Other Countries

Trading with overseas countries other than the United Kingdom also led to a substantial sales balance of \$20 million. This was an increase of \$5 million over 1952 and, with the exception of 1951, was the highest level recorded in the Bureau's series. While net sales of Canadian stocks fell somewhat from 1952, there was a marked increase in sales of Canadian bonds of all classes of debtors.

Foreign Exchange and Security Markets

The long climb of the Canadian dollar on the exchange markets in 1951-52 undoubtedly had a strong influence on the repatriation of government bonds in that period and indeed more than offset for non-resident investors the decline in Canadian bond prices. The exchange rate played a much less decisive role in this category of capital movements over most of 1953, when changing inter-relationships of interest rates in Canada and the United States were a more important factor.

The price of the United States dollar in Canada rose from 97 1/32 cents at the end of 1952 to 97 3/8 cents at the end of 1953, moving through a low of 96.75 cents in January and a high of 99.78 cents in May. This range of 3.03 cents was narrow in comparison with 1952 when the United States dollar varied between 95.88 cents and 101.13 cents. Despite the emergence of a substantial current account deficit in the first quarter of 1953, representing a change of nearly \$200 million from the preceding quarter, heavier long-term capital inflows for direct investment in Canadian enterprises and for new issues of Canadian securities provided some strength. The average value of the United States dollar in Canada rose only from 97.02 cents in the fourth quarter of 1952 to 97.71 cents in the first quarter of the year. In the succeeding quarter, there was little change in the current account deficit but the sharp contraction of new issues and the capital outflow on account of outstanding securities contributed to a further rise in the average value of the United States dollar to 99.08 cents in Canadian funds. In the third quarter of the year, the substantial reduction in Canada's current account deficit was probably the leading factor in the fall of the United States dollar to 98.82 cents, while in the final quarter when the rate averaged 97.77 cents the effects of an enlarged current deficit were offset by somewhat heavier direct investment inflows and by a substantial increase in the volume of new issues of Canadian securities sold abroad. (More extensive analysis of Canada's international

transactions appears in the Bureau's quarterly and annual reports on The Canadian Balance of International Payments.)

Over the year as a whole, interest rates in both Canada and the United States rose slightly. Yields on the representative Canadian and United States Government long-term bonds shown in Table 4 each rose an average of 3 base points from December 1952 to December 1953, and the spread of 90 base points remained unchanged. In the course of the year, however, marked differences developed. By May and June the spread had narrowed to 59 base points. Between December and June, the yield on the United States issue rose from 2.68% to 3.11%, while that on the Canadian issue rose only from 3.58% to 3.70%. Over the last half of the year, interest rates fell and in December the yields averaged 2.71% on the United States and 3.61% on the Canadian issues. Yields on the representative United Kingdom Government long-term issue fell 45 base points over the year to average 3.70% in December.

Major changes also took place in short-term interest rates, with Canadian yields rising, and United States yields falling over the year as a whole. The spread between long and short-term yields in Canada which in 1952 was smaller than at any time over the preceding 20 years, narrowed further, and during the latter part of the year tender rates on Canadian 3-month treasury bills reached higher levels than those on similar United States issues. (Security transactions of a short-term character analogous to changes in bank balances are not, however, included in this report.)

While there was a general tightening of interest rates in the United States and to a lesser extent in Canada over the early months of the year, the principal developments in the second quarter, when the heavy liquidation of United States holdings of Canadian government bonds occurred, may be of special interest. In mid-April announcement was made of a new issue of United States Government 3 1/4% long-term bonds, which was followed near the end of the month by an increase in the interest rates charged by New York banks. This led to a general re-appraisal of yields on public securities, which was given further importance early in May by increases up to 1/2 per cent in rates on United States Government-backed home mortgages. As was noted in the May report, the mortgage market is of particular significance to life insurance companies and other institutional lenders who are important holders of Canadian Government bonds. There seems little doubt that the altered relationship of yields in the two countries and anticipated extension of activity in the United States home mortgage market were among the leading factors in the ensuing return of capital from Canada to the United States. Although for a time interest rates in the United States continued to rise, the Federal Reserve System adopted policies between May and July to ease pressure on the United States money market.

Over the first nine months of the year there was little divergence in the trends of stock prices in Canada and the United States. However, in the final quarter United States prices strengthened while Canadian prices remained relatively stable. Over the year as a whole, prices of Canadian corporation stocks as measured by the Bureau's investors' price index covering industrials, utilities and banks, fell by 11 per cent, while Standard and Poor's composite stock price index covering United States industrials, railroads, and utilities fell 5 per cent.

TABLE 1. Sales and Purchases of Securities Between Canada and Other Countries

(Millions of dollars)

Year and Month	Total Transactions			United States			United Kingdom			Other Foreign 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. -
1951												
Total (12 mos.)	596.4	578.7	+ 17.7	539.6	545.3	- 5.7	11.2	18.7	- 7.5	45.6	14.6	+31.0
1952												
Total (12 mos.)	507.7	585.6	- 77.9	450.1	542.5	-92.4	25.2	25.3	- 0.1	32.4	17.8	+14.6
January	56.1	49.6	+ 6.5	49.8	45.8	+ 4.0	1.2	1.5	- 0.3	5.0	2.2	+ 2.8
February	46.1	44.7	+ 1.4	41.4	40.4	+ 1.0	1.0	2.3	- 1.3	3.7	2.0	+ 1.7
March	47.8	47.6	+ 0.2	43.8	43.8	0.0	1.2	2.0	- 0.8	2.7	1.8	+ 0.9
April	69.5	66.7	+ 2.8	64.4	61.0	+ 3.4	2.5	3.7	- 1.2	2.6	2.0	+ 0.6
May	44.4	53.7	- 9.3	40.8	49.7	- 8.9	2.3	2.9	- 0.6	1.4	1.2	+ 0.2
June	33.0	40.4	- 7.4	28.0	36.4	- 8.4	2.2	2.6	- 0.4	2.8	1.4	+ 1.4
July	34.2	50.5	- 16.3	29.8	47.7	-17.9	1.8	1.5	+ 0.3	2.5	1.4	+ 1.1
August	37.0	56.8	- 19.8	33.4	54.7	-21.3	1.7	0.9	+ 0.8	1.9	1.2	+ 0.7
September	33.7	47.5	- 13.8	29.3	45.1	-15.8	2.0	1.1	+ 0.9	2.5	1.3	+ 1.2
October	30.5	62.8	- 32.3	26.2	58.0	-31.8	2.1	3.7	- 1.6	2.3	1.2	+ 1.1
November	30.7	34.1	- 3.4	24.9	31.4	- 6.5	3.8	1.8	+ 2.0	2.0	0.8	+ 1.2
December	44.7	31.3	+ 13.4	38.3	28.4	+ 9.9	3.5	1.4	+ 2.1	2.9	1.4	+ 1.5
1953												
Total (12 mos.)	494.3	506.2	- 11.9	380.4	442.0	-61.6	53.3	24.0	+29.3	60.6	40.2	+20.4
January	43.3	48.6	- 5.3	38.7	45.1	- 6.4	2.0	2.4	- 0.4	2.7	1.2	+ 1.5
February	48.3	45.8	+ 2.5	42.2	42.2	0.0	2.9	1.3	+ 1.6	3.1	2.2	+ 0.9
March	56.3	42.1	+ 14.2	46.1	36.4	+ 9.7	6.1	1.6	+ 4.5	4.2	4.1	+ 0.1
April	43.7	44.2	- 0.5	34.2	39.7	- 5.5	4.1	2.0	+ 2.1	5.3	2.4	+ 3.0
May	43.2	53.4	- 10.1	32.1	48.5	-16.4	2.7	1.4	+ 1.2	8.5	3.4	+ 5.1
June	38.9	61.4	- 22.6	30.0	54.3	-24.4	4.0	2.4	+ 1.7	4.8	4.7	+ 0.1
July	26.3	30.4	- 4.0	19.4	27.7	- 8.4	2.5	1.0	+ 1.4	4.5	1.6	+ 2.9
August	27.6	28.0	- 0.4	20.5	22.1	- 1.6	2.6	1.7	+ 0.9	4.5	4.2	+ 0.3
September	30.9	30.1	+ 0.8	22.7	25.0	- 2.2	3.6	1.7	+ 1.9	4.6	3.5	+ 1.1
October	43.5	39.0	+ 4.5	24.9	29.7	- 4.8	9.0	3.4	+ 5.6	9.6	5.8	+ 3.8
November	42.3	38.0	+ 4.3	31.5	31.0	+ 0.5	6.4	2.9	+ 3.5	4.4	4.0	+ 0.3
December	49.8	45.1	+ 4.7	38.1	40.1	- 2.0	7.3	2.0	+ 5.3	4.4	3.0	+ 1.4

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

Table 1A. PORTFOLIO SECURITY TRANSACTIONS BETWEEN CANADA AND OTHER COUNTRIES, BY QUARTERS 1951-1953
 TRADING, NEW ISSUES, AND RETIREMENTS
 (Millions of Dollars)

	Net Sales (+) or Purchases (-) by Canadians											
	1951				1952				1953			
	I	II	III	IV	I	II	III	IV	I	II	III	IV
<u>All Countries</u>												
<u>Canadian Securities</u>												
Outstanding issues	+ 63	+ 1	+ 11	- 37	-	- 19	- 51	- 25	+ 10	- 36	- 4	- 1
New issues	+ 26	+ 155	+ 76	+ 154	+ 89	+ 161	+ 23	+ 46	+ 130	+ 50	+ 12	+ 130
Retirements	- 25	- 37	- 67	- 55	- 12	- 41	- 7	- 29	- 27	- 89	- 9	- 19
<u>Foreign Securities</u>												
Outstanding issues	+ 1	+ 5	+ 5	+ 4	+ 6	+ 2	+ 2	-	+ 1	+ 3	+ 1	+ 14
New issues	-	- 1	- 1	- 1	- 19	- 1	-	-	- 1	- 1	- 2	- 19
Retirements	+ 1	-	+ 1	+ 1	-	-	-	-	+ 1	-	-	-
Total - all securities	+ 66	+ 123	+ 25	+ 66	+ 64	+ 102	- 33	- 8	+ 114	- 73	- 2	+ 105
<u>United States</u>												
<u>Canadian Securities</u>												
Outstanding issues	+ 58	- 6	+ 9	- 41	- 1	- 18	- 56	- 30	+ 2	- 49	- 13	- 20
New issues	+ 26	+ 155	+ 76	+ 147	+ 88	+ 161	+ 23	+ 45	+ 127	+ 48	+ 10	+ 124
Retirements	- 16	- 29	- 64	- 50	- 8	- 39	- 5	- 23	- 23	- 88	- 6	- 18
<u>Foreign Securities</u>												
Outstanding issues	+ 1	+ 8	+ 5	+ 4	+ 6	+ 1	+ 1	- 1	+ 1	+ 2	+ 1	+ 14
New issues	-	- 1	- 1	- 1	- 4	- 1	-	-	-	- 1	- 1	- 16
Retirements	+ 1	-	+ 1	-	-	-	-	-	+ 1	-	-	-
Total - all securities	+ 70	+ 127	+ 26	+ 59	+ 81	+ 104	- 37	- 9	+ 108	- 88	- 9	+ 84

NCTE: This table excludes capital inflows for direct investment in Canadian enterprises by foreign owners or controlling interests, and security transactions of a short-term character analogous to changes in bank balances. It includes some portfolio transactions through agencies not covered in the regular monthly series. Data for 1953 are preliminary and data for 1952 are subject to revision.

Table 1A.-Continued PORTFOLIO SECURITY TRANSACTIONS BETWEEN CANADA AND OTHER COUNTRIES, BY QUARTERS 1951-1953
TRADING, NEW ISSUES, AND RETIREMENTS
(Millions of Dollars)

	Net Sales (+) or Purchases (-) by Canadians											
	1951				1952				1953			
	I	II	III	IV	I	II	III	IV	I	II	III	IV
<u>United Kingdom and Other Sterling Area</u>												
<u>Canadian Securities</u>												
Outstanding issues	- 6	- 3	- 4	- 3	- 3	- 3	+ 2	+ 1	+ 5	+ 5	+ 4	+ 13
New issues	-	-	-	+ 7	-	-	-	+ 1	+ 1	+ 1	+ 1	+ 4
Retirements	- 9	- 8	- 3	- 4	- 4	- 2	- 2	- 1	- 2	- 1	- 3	- 1
<u>Foreign Securities</u>												
Outstanding issues	-	-	-	-	-	+ 1	+ 1	+ 1	-	+ 1	+ 1	-
New issues	-	-	-	-	-	-	-	-	-	-	-	-
Retirements	-	-	-	+ 1	-	-	-	-	-	-	-	-
Total - all securities	- 15	- 11	- 7	+ 1	- 7	- 4	+ 1	+ 2	+ 4	+ 6	+ 3	+ 16
<u>Other Foreign Countries</u>												
<u>Canadian Securities</u>												
Outstanding issues	+ 11	+ 10	+ 6	+ 7	+ 4	+ 2	+ 3	+ 4	+ 3	+ 8	+ 5	+ 6
New issues	-	-	-	-	+ 1	-	-	-	+ 2	+ 1	+ 1	+ 2
Retirements	-	-	-	- 1	-	-	-	- 5	- 2	-	-	-
<u>Foreign Securities</u>												
Outstanding issues	-	- 3	-	-	-	-	-	-	-	-	- 1	-
New issues	-	-	-	-	- 15	-	-	-	- 1	-	- 1	- 3
Retirements	-	-	-	-	-	-	-	-	-	-	-	-
Total - all securities	+ 11	+ 7	+ 6	+ 6	- 10	+ 2	+ 3	- 1	+ 2	+ 9	+ 4	+ 5

NOTE: This table excludes capital inflows for direct investment in Canadian enterprises by foreign owners or controlling interests, and security transactions of a short-term character analogous to changes in bank balances. It includes some portfolio transactions through agencies not covered in the regular monthly series. Data for 1953 are preliminary and data for 1952 are subject to revision.

Table 1B

Sales and Purchases of Securities Between Canada and Other Countries

(Millions of dollars)

Year	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. -
1933	288.7	237.7	+ 51.0	205.7	202.9	+ 2.8	80.8	27.6	+ 53.2	2.3	7.2	- 4.9
1934	321.2	312.3	+ 8.9	215.9	284.2	- 68.3	102.1	23.8	+ 78.3	3.1	4.3	- 1.2
1935	301.8	250.8	+ 51.0	268.2	200.7	+ 67.5	31.0	44.1	- 13.1	2.5	5.9	- 3.4
1936	422.5	414.7	+ 7.8	338.1	346.6	- 8.5	71.8	59.7	+ 12.1	12.6	8.4	+ 4.2
1937	506.6	511.4	- 4.8	376.4	412.7	- 36.3	105.7	85.6	+ 20.1	24.5	13.1	+ 11.4
1938	369.2	340.3	+ 28.9	283.5	261.3	+ 22.2	52.1	64.3	- 12.2	33.6	14.7	+ 18.9
1939	311.0	238.9	+ 72.1	247.9	190.5	+ 57.4	32.3	37.8	- 5.5	30.8	10.6	+ 20.2
1940	123.9	95.1	+ 28.8	113.8	83.4	+ 30.4	7.0	9.6	- 2.6	3.0	2.0	+ 1.0
1941	108.3	75.3	+ 33.0	104.8	68.6	+ 36.2	1.8	4.9	- 3.1	1.8	1.9	- 0.1
1942	167.0	61.5	+ 105.5	165.1	56.0	+109.1	0.1	4.3	- 4.2	1.8	1.2	+ 0.6
1943	267.9	95.7	+ 172.2	264.0	83.1	+180.9	0.1	10.7	- 10.6	3.8	1.9	+ 1.9
1944	213.0	116.0	+ 97.0	206.3	93.4	+112.9	0.5	19.2	- 18.7	6.1	3.3	+ 2.8
1945	386.4	195.4	+ 191.0	380.1	158.0	+222.1	0.4	33.9	- 33.5	5.9	3.5	+ 2.4
1946	415.8	281.2	+ 134.6	405.0	234.8	+170.2	4.2	39.6	- 35.4	6.5	6.7	- 0.2
1947	193.8	211.8	- 18.0	182.3	192.8	- 10.5	4.2	13.4	- 9.2	7.3	5.6	+ 1.7
1948	217.6	235.5	- 17.9	207.4	225.2	- 17.8	4.9	6.4	- 1.5	5.3	3.9	+ 1.4
1949	235.4	228.9	+ 6.5	225.7	209.7	+ 16.0	5.2	16.0	- 10.8	4.5	3.2	+ 1.3
1950	565.0	326.6	+ 238.4	546.0	290.3	+255.7	5.3	28.1	- 22.8	13.7	8.3	+ 5.4
1951	596.4	578.7	+ 17.7	539.6	545.3	- 5.7	11.2	18.7	- 7.5	45.6	14.6	+ 31.0
1952	507.7	585.6	- 77.9	450.1	542.5	- 92.4	25.2	25.3	- 0.1	32.4	17.8	+ 14.6
1953	494.3	506.2	- 11.9	380.4	442.0	- 61.6	53.3	24.0	+ 29.3	60.6	40.2	+ 20.4

TABLE 2. Analysis of Trade in Securities Between Canada and Other Countries
December, 1953

(Thousands of dollars)

	Total Sales	Total Purchases	United States		United Kingdom		Other Foreign Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
Bonds and Debentures, Total	21,020	13,886	15,698	13,241	3,971	302	1,351	343
<i>Canadian Issues:</i>								
Government of Canada – Direct	6,804	5,421	3,335	5,055	3,104	138	365	228
Government of Canada – Guaranteed	45	1,208	15	1,167	30	12	-	29
Provincial	1,668	2,011	347	1,985	558	24	763	2
Municipal	24	478	-	412	24	66	-	-
Railway, not guaranteed by Government	111	1,156	99	1,151	12	5	-	-
Other Corporations	1,885	1,138	1,573	1,005	174	49	138	84
<i>United States Issues:</i>								
Government.....	1,041	918	1,041	910	-	8	-	-
Other.....	9,292	298	9,248	298	-	-	44	-
<i>United Kingdom Issues:</i>								
Government	63	35	-	35	63	-	-	-
Other.....	2	155	-	155	2	-	-	-
<i>Other Foreign Countries Issues</i>	85	1,068	40	1,068	4	-	41	-
Common & Preference Stocks:								
Canadian	21,349	23,030	15,971	18,822	2,928	1,571	2,450	2,637
United States	6,739	7,774	6,127	7,750	-	-	612	24
United Kingdom.....	192	76	1	1	191	75	-	-
Other Foreign Countries	12	-	12	-	-	-	-	-
Short-Term Securities (1 yr. or less):								
Canadian	72	-	22	-	50	-	-	-
Other Countries	-	-	-	-	-	-	-	-
Other Securities:								
Canadian	429	330	269	285	132	39	28	6
Other Countries	8	-	7	-	1	-	-	-
Total	49,821	45,096	38,107	40,099	7,273	1,987	4,441	3,010

TABLE 2A. Analysis of Trade in Securities Between Canada and Other Countries

Twelve months ending December, 1953

(Millions of dollars)

	Total Sales	Total Purchases	Net Sales + Purch. -	United States			United Kingdom			Other Foreign Countries		
				Sales to	Purchases from	Net Sales + Purch. -	Sales to	Purchases from	Net Sales + Purch. -	Sales to	Purchases from	Net Sales + Purch. -
Bonds and Debentures, Total	139.5	183.8	-44.3	80.8	158.1	-77.3	28.8	7.2	+21.6	29.9	18.5	+11.4
<i>Canadian Issues:</i>												
Government of Canada - Direct	60.1	97.8	-37.7	27.3	78.9	-51.6	15.6	3.9	+11.7	17.2	14.9	+ 2.2
Government of Canada - Guaranteed	7.8	17.8	-10.0	5.6	17.6	-12.0	0.6	-	+ 0.6	1.5	0.1	+ 1.4
Provincial	14.8	22.7	- 7.8	4.9	22.0	-17.1	5.0	0.3	+ 4.7	4.9	0.3	+ 4.6
Municipal	1.4	4.5	- 3.1	1.0	4.2	- 3.1	0.2	0.3	- 0.1	0.2	0.1	+ 0.1
Railway, not guaranteed by Government	7.0	6.0	+ 0.9	5.8	5.6	+ 0.2	0.7	0.3	+ 0.4	0.5	0.1	+ 0.3
Other Corporations	22.1	16.3	+ 5.8	12.4	13.5	- 1.1	4.5	1.2	+ 3.3	5.2	1.6	+ 3.6
<i>United States Issues:</i>												
Government	10.2	11.5	- 1.3	10.1	11.2	- 1.1	-	0.1	- 0.1	0.1	0.2	- 0.1
Other	12.8	2.9	+ 9.9	12.5	2.7	+ 9.8	-	-	-	0.3	0.1	+ 0.1
<i>United Kingdom Issues:</i>												
Government	1.3	0.4	+ 0.9	0.1	0.1	-	1.2	0.2	+ 1.0	-	-	-
Other	0.7	0.3	+ 0.5	0.2	0.2	-	0.6	0.1	+ 0.5	-	-	-
<i>Other Foreign Countries Issues</i>	1.3	3.7	- 2.4	1.0	2.0	- 1.1	0.3	0.7	- 0.4	0.1	1.0	- 0.9
Common & Preference Stocks:												
Canadian	261.3	240.5	+20.9	210.5	205.0	+ 5.5	22.2	15.5	+ 6.6	28.7	19.9	+ 8.7
United States	85.0	75.6	+ 9.4	83.6	73.7	+10.0	-	0.5	- 0.5	1.3	1.4	- 0.1
United Kingdom	2.3	0.4	+ 1.9	0.5	0.2	+ 0.3	1.7	0.2	+ 1.5	0.1	-	+ 0.1
Other Foreign Countries	0.3	0.3	-	0.2	-	+ 0.1	-	0.2	- 0.1	0.1	0.1	-
Short-Term Securities (1 yr. or less):												
Canadian	0.2	0.6	- 0.4	0.1	0.4	- 0.3	0.2	0.2	- 0.1	-	-	-
Other Countries	0.2	-	+ 0.2	0.1	-	+ 0.1	0.1	-	+ 0.1	-	-	-
Other Securities:												
Canadian	4.9	4.2	+ 0.7	4.3	4.1	+ 0.2	0.2	-	+ 0.1	0.4	0.1	+ 0.3
Other Countries	0.4	0.6	- 0.2	0.2	0.5	- 0.3	0.1	0.1	-	0.1	0.1	-
Total	494.3	506.2	-11.9	380.4	442.0	-61.6	53.3	24.0	+29.3	60.6	40.2	+20.4

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

SALES AND PURCHASES OF GOVERNMENT OF CANADA BONDS (DIRECT AND GUARANTEED) BETWEEN CANADA AND OTHER COUNTRIES
TWELVE MONTHS ENDING DECEMBER, 1953 (Millions of Dollars)

Table 2B

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. -
January	3.5	4.0	- 0.5	2.8	4.0	- 1.2	0.6	-	+ 0.6	0.2	0.1	+ 0.1
February	6.6	7.5	- 0.9	5.9	7.4	- 1.5	0.4	-	+ 0.3	0.3	0.1	+ 0.2
March	4.0	5.0	- 1.1	1.6	4.0	- 2.4	1.4	-	+ 1.3	1.0	1.0	-
April	3.1	7.2	- 4.2	0.7	6.9	- 6.2	0.8	0.2	+ 0.5	1.6	0.1	+ 1.5
May	7.5	25.1	- 17.6	2.1	23.5	- 21.4	0.4	-	+ 0.4	5.0	1.6	+ 3.4
June	4.4	26.7	- 22.3	2.1	22.0	- 19.9	1.5	1.4	+ 0.1	0.8	3.3	- 2.5
July	1.9	5.7	- 3.9	1.2	5.2	- 4.0	0.4	0.2	+ 0.1	0.3	0.3	-
August	3.0	3.4	- 0.4	0.8	1.0	- 0.2	1.1	0.2	+ 0.9	1.1	2.2	- 1.1
September	3.0	4.5	- 1.5	1.8	2.9	- 1.1	0.6	0.2	+ 0.4	0.7	1.5	- 0.8
October	11.9	13.2	- 1.3	3.3	9.0	- 5.7	2.7	1.2	+ 1.5	5.9	3.1	+ 2.8
November	12.1	6.5	+ 5.7	7.4	4.5	+ 2.9	3.3	0.3	+ 3.1	1.4	1.7	- 0.3
December	6.8	6.6	+ 0.2	3.4	6.2	- 2.9	3.1	0.2	+ 3.0	0.4	0.3	+ 0.1
Total	67.9	115.6	- 47.7	32.9	96.6	- 63.7	16.3	4.0	+ 12.3	18.7	15.0	+ 3.6

SALES AND PURCHASES OF ALL CANADIAN BONDS AND DEBENTURES BETWEEN CANADA AND OTHER COUNTRIES
TWELVE MONTHS ENDING DECEMBER, 1953 (Millions of Dollars)

Table 2C

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. -
January	9.1	12.7	- 3.6	7.9	12.3	- 4.4	0.7	0.3	+ 0.4	0.5	0.2	+ 0.3
February	9.6	12.0	- 2.4	8.4	11.6	- 3.2	0.5	0.2	+ 0.3	0.7	0.2	+ 0.5
March	7.0	6.9	+ 0.1	3.5	5.5	- 2.1	2.0	0.2	+ 1.9	1.5	1.2	+ 0.3
April	7.7	13.8	- 6.2	3.0	13.0	- 10.0	2.5	0.5	+ 1.9	2.2	0.3	+ 1.9
May	10.5	28.1	- 17.7	3.5	26.2	- 22.7	1.0	0.2	+ 0.8	6.0	1.7	+ 4.3
June	9.7	31.7	- 22.1	4.6	26.9	- 22.3	3.0	1.5	+ 1.5	2.1	3.4	- 1.3
July	6.0	8.9	- 3.0	2.4	8.3	- 5.9	1.2	0.3	+ 0.9	2.3	0.3	+ 2.0
August	5.3	5.9	- 0.7	1.7	3.3	- 1.6	1.5	0.4	+ 1.0	2.1	2.2	- 0.1
September	6.5	8.3	- 1.8	3.4	6.2	- 2.8	1.0	0.2	+ 0.7	2.1	1.9	+ 0.2
October	17.3	16.0	+ 1.3	4.8	11.0	- 6.2	5.7	1.7	+ 4.0	6.8	3.4	+ 3.4
November	14.1	9.2	+ 4.9	8.4	6.8	+ 1.6	3.8	0.4	+ 3.4	1.9	2.1	- 0.2
December	10.5	11.4	- 0.9	5.4	10.8	- 5.4	3.9	0.3	+ 3.6	1.3	0.3	+ 0.9
Total	113.2	165.1	- 51.9	57.0	141.8	- 84.8	26.7	6.1	+ 20.6	29.5	17.1	+ 12.3

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

SALES AND PURCHASES OF CANADIAN COMMON AND PREFERENCE STOCKS BETWEEN CANADA AND OTHER COUNTRIES
TWELVE MONTHS ENDING DECEMBER, 1953 (Millions of Dollars)

Table 2D

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. -
January	24.7	24.8	- 0.1	21.4	22.0	- 0.6	1.1	1.8	- 0.7	2.2	1.0	+ 1.2
February	27.0	22.4	+ 4.6	22.5	19.7	+ 2.8	2.2	0.8	+ 1.3	2.3	1.9	+ 0.4
March	37.6	25.6	+ 12.0	31.7	21.8	+ 9.9	3.2	1.1	+ 2.1	2.7	2.6	+ 0.1
April	25.8	21.5	+ 4.3	21.4	18.2	+ 3.2	1.4	1.3	+ 0.2	2.9	2.0	+ 1.0
May	22.2	18.6	+ 3.6	18.3	16.0	+ 2.3	1.5	1.0	+ 0.4	2.5	1.6	+ 0.9
June	20.2	17.8	+ 2.4	16.9	16.1	+ 0.8	0.8	0.7	-	2.5	1.0	+ 1.5
July	14.8	15.8	- 1.0	11.7	14.1	- 2.4	1.0	0.6	+ 0.4	2.0	1.1	+ 1.0
August	16.1	16.1	-	13.1	13.3	- 0.2	1.0	1.2	- 0.2	2.0	1.6	+ 0.4
September	16.1	14.8	+ 1.3	12.1	12.3	- 0.2	1.8	1.4	+ 0.4	2.2	1.2	+ 1.1
October	17.3	17.7	- 0.4	12.0	14.4	- 2.4	2.9	1.5	+ 1.4	2.5	1.8	+ 0.6
November	18.2	22.3	- 4.1	13.5	18.3	- 4.8	2.4	2.5	- 0.1	2.4	1.6	+ 0.8
December	21.3	23.0	- 1.7	16.0	18.8	- 2.9	2.9	1.6	+ 1.3	2.5	2.6	- 0.2
Total	261.3	240.5	+ 20.9	210.5	205.0	+ 5.5	22.2	15.5	+ 6.6	28.7	19.9	+ 8.7

SALES AND PURCHASES OF UNITED STATES COMMON AND PREFERENCE STOCKS BETWEEN CANADA AND OTHER COUNTRIES
TWELVE MONTHS ENDING DECEMBER, 1953 (Millions of Dollars)

Table 2E

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. -
January	8.3	8.8	- 0.5	8.3	8.7	- 0.4	-	-	-	-	-	-
February	7.3	8.3	- 0.9	7.3	8.2	- 0.9	-	-	-	-	-	-
March	9.7	8.6	+ 1.1	9.7	8.3	+ 1.3	-	0.1	- 0.1	-	0.2	- 0.2
April	7.6	7.8	- 0.2	7.4	7.6	- 0.2	-	0.2	- 0.2	0.2	-	+ 0.1
May	9.0	5.8	+ 3.3	9.0	5.5	+ 3.6	-	0.2	- 0.2	-	0.1	- 0.1
June	7.2	5.6	+ 1.6	7.1	5.3	+ 1.7	-	-	-	0.1	0.2	- 0.1
July	4.2	4.1	+ 0.1	4.2	4.0	+ 0.3	-	-	-	-	0.1	- 0.1
August	4.7	4.9	- 0.2	4.5	4.6	- 0.1	-	-	-	0.2	0.3	-
September	6.6	5.7	+ 0.9	6.5	5.6	+ 0.9	-	-	-	-	0.1	-
October	5.1	3.7	+ 1.5	5.0	3.6	+ 1.4	-	-	-	0.2	-	+ 0.1
November	8.5	4.8	+ 3.7	8.5	4.5	+ 4.0	-	-	-	-	0.3	- 0.3
December	6.7	7.8	- 1.0	6.1	7.8	- 1.6	-	-	-	0.6	-	+ 0.6
Total	85.0	75.6	+ 9.4	83.6	73.7	+ 10.0	-	0.5	- 0.5	1.3	1.4	- 0.1

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

TABLE 3. Sales and Purchases of Securities Between Canada and Other Countries by Nationality and Class of Security
December, 1953

(Thousands of dollars)

	Total Sales	Total Purchases	United States		United Kingdom		Other Foreign Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
Canadian Securities, Total	32,387	34,772	21,631	29,882	7,012	1,904	3,744	2,986
Bonds and Debentures	10,537	11,412	5,369	10,775	3,902	294	1,266	343
Common and Preference Stocks	21,349	23,030	15,971	18,822	2,928	1,571	2,450	2,637
Short-term securities (1 yr. or less)	72	-	22	-	50	-	-	-
Other Securities	429	330	269	285	132	39	28	6
United States Securities, Total	17,072	8,990	16,416	8,958	-	8	656	24
Bonds and Debentures	10,333	1,216	10,289	1,208	-	8	44	-
Common and Preference Stocks	6,739	7,774	6,127	7,750	-	-	612	24
United Kingdom Securities, Total	257	266	1	191	256	75	-	-
Bonds and Debentures	65	190	-	190	65	-	-	-
Common and Preference Stocks	192	76	1	1	191	75	-	-
Other Foreign Countries Securities, Total...	97	1,068	52	1,068	4	-	41	-
Bonds and Debentures	85	1,068	40	1,068	4	-	41	-
Common and Preference Stocks	12	-	12	-	-	-	-	-
Foreign Short-Term Securities (1 yr. or less)	-	-	-	-	-	-	-	-
Foreign Other Securities	8	-	7	-	1	-	-	-
Total	49,821	45,096	38,107	40,099	7,273	1,987	4,441	3,010

TABLE 3A. Sales and Purchases of Securities Between Canada and Other Countries by Nationality and Class of Security
Twelve months ending December, 1953

(Millions of dollars)

	Total Sales	Total Purchases	Net Sales + Purch. -	United States			United Kingdom			Other Foreign Countries		
				Sales to	Purchases from	Net Sales + Purch. -	Sales to	Purchases from	Net Sales + Purch. -	Sales to	Purchases from	Net Sales + Purch. -
Canadian Securities, Total	379.7	410.4	-30.7	271.9	351.3	-79.4	49.2	21.9	+27.3	58.6	37.2	+21.4
Bonds and Debentures	113.2	165.1	-51.9	57.0	141.8	-84.8	26.7	6.1	+20.6	29.5	17.1	+12.3
Common and Preference Stocks	261.3	240.5	+20.9	210.5	205.0	+ 5.5	22.2	15.5	+ 6.6	28.7	19.9	+ 8.7
Short-term securities (1 yr. or less)	0.2	0.6	- 0.4	0.1	0.4	- 0.3	0.2	0.2	- 0.1	-	-	-
Other Securities	4.9	4.2	+ 0.7	4.3	4.1	+ 0.2	0.2	-	+ 0.1	0.4	0.1	+ 0.3
United States Securities, Total	108.0	90.1	+17.9	106.2	87.6	+18.6	-	0.6	- 0.6	1.7	1.8	- 0.1
Bonds and Debentures	23.0	14.4	+ 8.5	22.6	14.0	+ 8.6	-	0.1	- 0.1	0.3	0.4	-
Common and Preference Stocks	85.0	75.6	+ 9.4	83.6	73.7	+10.0	-	0.5	- 0.5	1.3	1.4	- 0.1
United Kingdom Securities, Total	4.3	1.1	+ 3.3	0.8	0.5	+ 0.3	3.5	0.6	+ 3.0	0.1	-	-
Bonds and Debentures	2.0	0.6	+ 1.4	0.2	0.3	-	1.8	0.3	+ 1.5	-	-	-
Common and Preference Stocks	2.3	0.4	+ 1.9	0.5	0.2	+ 0.3	1.7	0.2	+ 1.5	0.1	-	+ 0.1
Other Foreign Countries Securities, Total	1.6	4.0	- 2.4	1.1	2.1	- 0.9	0.3	0.8	- 0.5	0.2	1.1	- 0.9
Bonds and Debentures	1.3	3.7	- 2.4	1.0	2.0	- 1.1	0.3	0.7	- 0.4	0.1	1.0	- 0.9
Common and Preference Stocks	0.3	0.3	-	0.2	-	+ 0.1	-	0.2	- 0.1	0.1	0.1	-
Foreign Short-Term Securities (1 yr. or less)	0.2	-	+ 0.2	0.1	-	+ 0.1	0.1	-	+ 0.1	-	-	-
Foreign Other Securities	0.4	0.6	- 0.2	0.2	0.5	- 0.3	0.1	0.1	-	0.1	0.1	-
Total	494.3	506.2	-11.9	380.4	442.0	-61.6	53.3	24.0	+29.3	60.6	40.2	+20.4

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

Table 3B. ANALYSIS OF TRADE IN CANADIAN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES,
BY GROUPS OF SECURITIES, 1944-1953

(Millions of dollars)										
	1944	1945	1946	1947	1948	1949	1950	1951	1952	1953
<u>Bonds and Debentures (1)</u>										
Government of Canada -										
Sales	39.8	112.8	147.0	42.3	28.3	48.3	231.9	98.7	29.4	60.1
Purchases	14.0	40.1	46.4	48.4	40.1	49.2	56.6	187.6	157.5	97.8
Net	+ 25.8	+ 72.7	+100.6	- 6.1	- 11.8	- 0.9	+175.3	- 88.9	-128.1	- 37.7
Dominion Guaranteed -										
Sales	14.6	13.6	2.7	3.1	2.2	1.6	8.2	1.6	3.1	7.8
Purchases	0.5	1.5	2.2	3.3	1.8	2.0	0.3	0.3	30.9	17.8
Net	+ 14.1	+ 12.1	+ 0.5	- 0.2	+ 0.4	- 0.4	+ 7.9	+ 1.3	- 27.8	- 10.0
Provincial -										
Sales	28.3	24.1	11.2	6.3	9.0	8.0	17.0	11.1	6.3	14.8
Purchases	3.5	4.7	8.4	9.0	3.6	2.9	2.5	12.9	29.8	22.7
Net	+ 24.8	+ 19.4	+ 2.8	- 2.7	+ 5.4	+ 5.1	+ 14.5	- 1.8	- 23.5	- 7.8
Municipal -										
Sales	10.9	8.3	6.9	7.7	4.4	9.7	1.7	4.1	0.9	1.4
Purchases	6.0	2.8	7.5	6.7	4.1	5.3	1.5	1.4	5.2	4.5
Net	+ 4.9	+ 5.5	- 0.6	+ 1.0	+ 0.3	+ 4.4	+ 0.2	+ 2.7	- 4.3	- 3.1
Railway, Other -										
Sales	8.5	5.6	1.6	4.5	3.1	3.8	9.0	11.7	13.2	7.0
Purchases	3.4	1.2	2.2	2.8	1.7	3.8	2.0	5.6	4.8	6.0
Net	+ 5.1	+ 4.4	- 0.6	+ 1.7	+ 1.4	+ *	+ 7.0	+ 6.1	+ 8.4	+ 0.9
Other Corporations -										
Sales	15.7	22.9	44.6	19.4	7.4	21.0	35.5	42.3	32.0	22.1
Purchases	10.0	8.5	16.5	7.6	8.8	17.4	24.9	14.2	23.8	16.3
Net	+ 5.7	+ 14.4	+ 28.1	+ 11.8	- 1.4	+ 3.6	+ 10.6	+ 28.1	+ 8.2	+ 5.8
Unspecified -										
Sales	5.7	6.5	4.1	7.7	9.3	9.6	7.3	10.4	2.4	-
Purchases	4.0	3.7	1.9	13.2	13.5	11.4	8.7	10.6	3.4	-
Net	+ 1.7	+ 2.8	+ 2.2	- 5.5	- 4.2	- 1.8	- 1.4	- 0.2	- 1.0	-
<u>Common and Preference</u>										
Stocks -										
Sales	34.5	90.8	102.1	49.0	89.1	63.4	137.7	278.3	320.3	261.3
Purchases	41.9	81.4	119.8	67.4	89.1	77.4	155.0	235.4	249.0	240.5
Net	- 7.4	+ 9.4	- 17.7	- 18.4	- *	- 14.0	- 17.3	+ 42.9	+ 71.3	+ 20.9
<u>Short-Term Securities -</u>										
Sales	0.3	-	*	0.1	0.2	2.0	5.2	15.4	1.7	0.2
Purchases	0.4	0.1	0.3	0.1	0.8	2.7	7.7	17.9	0.9	0.6
Net	- 0.1	- 0.1	- 0.3	- *	- 0.6	- 0.7	- 2.5	- 2.5	+ 0.8	- 0.4
<u>Other Securities -</u>										
Sales	*	*	*	0.1	0.2	0.3	3.7	5.3	8.3	4.9
Purchases	*	-	0.1	*	0.4	0.6	3.3	4.8	6.5	4.2
Net	- *	+ *	- *	+ 0.1	- 0.2	- 0.3	+ 0.4	+ 0.5	+ 1.8	+ 0.7

* Less than \$50,000.

(1) Excluding new issues; until 1953 sales to non-residents of new domestic issues floated in Canada are included in totals in Table 1 and 1A.

SALES AND PURCHASES OF CANADIAN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, 1944-1953
(Millions of Dollars)

Table 3C

Year	Total Canadian Securities			Canadian Bonds			Canadian Stocks			Other Canadian Securities		
	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -
1944	158.6	83.2	+ 75.4	124.0	41.3	+ 82.7	34.5	41.8	- 7.3	*	*	- *
1945	285.9	144.0	+ 141.9	195.1	62.6	+ 132.5	90.8	81.4	+ 9.4	*	-	+ *
1946	322.2	205.1	+ 117.1	220.0	85.1	+ 134.9	102.1	119.3	- 17.7	*	0.1	- 0.1
1947	144.8	158.5	- 13.7	95.7	91.1	+ 4.6	49.0	67.4	- 18.4	0.1	*	+ 0.1
1948	157.2	163.3	- 6.1	67.9	73.7	- 5.8	89.1	89.1	- *	0.2	0.4	- 0.2
1949	168.0	169.9	- 1.9	104.3	91.9	+ 12.4	63.4	77.4	- 14.0	0.3	0.6	- 0.3
1950	455.3	254.9	+ 200.4	313.9	96.7	+ 217.2	137.7	155.0	- 17.3	3.7	3.3	+ 0.4
1951	475.0	472.8	+ 2.2	191.4	232.6	- 41.2	278.3	235.4	+ 42.9	5.3	4.8	+ 0.5
1952	427.0	510.9	- 83.9	98.4	255.4	- 157.0	320.3	249.0	+ 71.3	8.3	6.5	+ 1.8
1953	379.7	410.4	- 30.7	113.2	165.1	- 51.9	261.3	240.5	+ 20.9	5.1	4.9	+ 0.3

Until 1953, figures include unspecified bonds and debentures and sales to non-residents of new domestic issues floated in Canada but exclude short-term securities. * Less than \$50,000.

SALES AND PURCHASES OF UNITED STATES SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, 1944-1953
(Millions of Dollars)

Table 3D

Year	United States Total Securities			United States						United States Stocks		
	Sales	Purchases	Net Sales + Purch. -	Government Bonds			Other Bonds			Sales	Purchases	Net Sales + Purch. -
				Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -			
1944	49.4	31.4	+ 18.0	5.3	7.6	- 2.3	6.2	3.4	+ 2.8	37.8	20.3	+ 17.5
1945	96.9	48.9	+ 48.0	5.4	5.7	- 0.3	8.5	3.7	+ 4.8	83.0	39.4	+ 43.6
1946	89.5	71.9	+ 17.6	6.0	13.3	- 7.3	6.0	2.6	+ 3.4	76.4	55.0	+ 21.4
1947	43.9	49.1	- 5.2	9.3	12.1	- 2.8	3.9	3.8	+ 0.1	30.7	33.2	- 2.5
1948	56.9	68.8	- 11.9	13.7	17.1	- 3.4	4.8	3.2	+ 1.6	38.3	48.6	- 10.3
1949	63.5	54.9	+ 8.6	14.4	21.1	- 6.7	2.9	2.1	+ 0.8	46.1	31.8	+ 14.3
1950	101.1	62.0	+ 39.1	16.5	15.3	+ 1.2	4.7	1.8	+ 2.9	79.8	44.9	+ 34.9
1951	101.7	86.1	+ 15.6	15.1	13.9	+ 1.2	2.1	3.0	- 0.9	84.1	68.7	+ 15.4
1952	72.9	69.8	+ 3.1	2.5	6.6	- 4.1	1.3	1.2	+ 0.1	68.5	61.8	+ 6.7
1953	108.0	90.1	+ 17.9	10.2	11.5	- 1.3	12.8	2.9	+ 9.9	85.0	75.6	+ 9.4

Until 1953, figures include purchases from non-residents of new issues floated abroad, and totals include small amounts of other United States securities.

TABLE 4. Quotations and Yields for Domestic Government Bonds
in Canada, The United Kingdom and United States

Year and Month	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
1945 - December.....	100.87	2.94	100.58	2.95	102.45	2.33
1946 - December.....	104.77	2.61	108.35	2.22	104.19	2.20
1947 - December.....	104.75	2.59	100.82	2.92	101.99	2.35
1948 - December.....	100.75	2.93	103.42	2.62	101.34	2.39
1949 - December.....	102.65	2.73	97.17	3.20	104.88	2.10
1950 - December.....	100.24	2.97	98.30	3.12	101.73	2.35
1951 - January	99.94	3.01	98.34	3.12	101.96	2.32
February	99.94	3.01	96.44	3.26	101.87	2.33
March	97.88	3.17	96.27	3.28	100.19	2.48
April.....	97.49	3.21	95.27	3.35	98.68	2.59
May.....	97.54	3.20	94.25	3.43	97.41	2.69
June	97.12	3.24	92.78	3.55	97.24	2.70
July	97.51	3.21	93.12	3.53	97.77	2.66
August.....	97.36	3.22	93.14	3.53	98.84	2.58
September	97.19	3.24	93.03	3.54	99.06	2.57
October	97.00	3.26	92.69	3.57	97.99	2.65
November.....	96.26	3.32	90.98	3.71	97.45	2.69
December.....	94.86	3.45	87.50	4.01	97.22	2.71
1952 - January	94.40	3.49	86.47	4.10	97.03	2.72
February	94.32	3.50	85.81	4.17	97.15	2.71
March.....	94.18	3.52	84.48	4.29	97.39	2.70
April.....	94.23	3.52	85.47	4.21	98.64	2.60
May.....	94.82	3.46	84.59	4.29	99.64	2.53
June	94.57	3.49	82.77	4.47	99.32	2.55
July	93.74	3.57	82.96	4.45	99.30	2.55
August.....	93.32	3.61	85.07	4.26	98.09	2.65
September	93.24	3.62	86.62	4.12	97.56	2.68
October	93.56	3.59	86.20	4.17	97.42	2.70
November.....	93.75	3.58	86.84	4.11	98.00	2.65
December.....	93.74	3.58	86.45	4.15	97.69	2.68
1953 - January	93.68	3.59	86.39	4.16	96.96	2.74
February	93.57	3.60	87.21	4.09	96.51	2.77
March.....	93.62	3.60	88.55	3.97	95.58	2.85
April.....	93.51	3.62	89.69	3.87	95.00	2.90
May.....	93.26	3.64	90.16	3.83	93.24	3.05
June	92.69	3.70	90.02	3.85	92.56	3.11
July	92.63	3.72	89.62	3.89	94.13	2.98
August.....	92.55	3.73	90.23	3.83	94.37	2.96
September	92.56	3.73	91.24	3.74	94.77	2.93
October	92.91	3.70	92.04	3.68	96.88	2.75
November.....	93.37	3.65	92.03	3.68	96.64	2.77
December.....	93.88	3.61	91.79	3.70	97.45	2.71

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

TABLE 5. Exchange Rates and Index Numbers of Common Stocks Prices in Canada and the United States
(1935-1939 = 100)

Year and Month	U. S. dollar in Canada (noon average in cents)	Canada (Dominion Bureau of Statistics)			United States Standard and Poor's Composite Stock Index of Industrials, Railroads and Utilities
		Investors' Price Index	Mining Stocks		
		(Industrials Utilities Banks)	Gold Stocks	Composite Mining Index	
1945 - December	110.25	112.5	104.0	108.2	139.7
1946 - December	100.25	106.4	70.9	83.7	125.5
1947 - December	100.25	106.2	74.8	86.6	122.4
1948 - December	100.25	115.8	63.0	84.2	119.4
1949 - December	110.25	117.9	74.2	92.4	132.7
1950 - December	105.31	146.3	59.8	88.2	158.4
1951 - January	105.17	153.8	68.8	97.6	168.6
February	104.92	166.5	74.3	104.7	174.7
March	104.73	162.9	71.2	100.3	170.3
April	105.99	165.6	66.8	96.7	172.3
May	106.37	164.2	63.7	92.5	173.9
June	106.94	160.7	63.7	90.6	171.7
July	106.05	162.0	65.5	92.7	172.8
August	105.56	169.7	69.7	97.7	181.5
September	105.56	179.8	73.7	104.0	187.3
October	105.08	183.3	75.3	107.5	185.0
November	104.35	174.0	71.9	102.4	177.7
December	102.56	177.3	73.2	103.4	182.5
1952 - January	100.48	181.7	72.0	104.2	187.1
February	100.11	179.5	71.2	102.6	183.2
March	99.60	177.6	73.4	102.7	185.2
April	98.09	175.8	77.0	102.8	183.6
May	98.38	169.0	75.1	101.4	183.7
June	97.92	171.6	75.5	102.0	187.6
July	96.91	174.9	76.6	107.0	192.1
August	96.11	176.0	77.6	110.2	191.1
September	95.98	171.6	74.4	106.6	188.2
October	96.43	163.6	69.5	99.1	183.4
November	97.66	167.3	71.1	100.8	189.8
December	97.06	168.4	73.2	103.4	197.0
1953 - January	97.05	172.3	73.5	106.0	197.6
February	97.73	169.0	72.2	103.2	195.9
March	98.33	170.0	70.1	101.7	198.0
April	98.37	160.8	69.2	96.5	190.0
May	99.41	159.8	68.9	93.8	189.6
June	99.44	156.8	66.8	90.2	182.8
July	99.18	160.7	66.3	91.4	185.5
August	98.83	161.2	67.5	90.7	187.3
September	98.43	152.9	62.5	85.0	179.2
October	98.25	151.9	60.1	82.7	183.4
November	97.77	154.2	60.1	83.7	187.5
December	97.31	153.6	57.3	79.9	190.7

STATISTICS CANADA LIBRARY
BIBLIOTHEQUE STATISTIQUE CANADA



1010510174