



67 002

DOMINION BUREAU OF STATISTICS

International Trade Division

OTTAWA

Published by Authority of the Rt. Hon. C. D. Howe, Minister of Trade and Commerce

DOMINION BUREAU OF STATISTICS
MAY 28 1953
PROPERTY OF THE
\$1.00 a Year
Single copies 10 cents

Vol. 19, No. 3

SALES AND PURCHASES OF SECURITIES
BETWEEN CANADA AND OTHER COUNTRIES

MARCH, 1953.

Security Transactions - First Quarter, 1953

During the first quarter of the year there was an appreciable capital inflow arising from security transactions. Trade in outstanding Canadian issues gave rise to an inflow, for the first time since the third quarter of 1951, of \$10 million. As in the other quarters of the intervening period there were outflows for the repurchase of government obligations and inflows into corporate securities; but the outflows were much smaller than in the preceding quarter, and this factor caused the change of \$35 million in the balance from these transactions. The proceeds of new issues of Canadian securities sold to non-residents during the quarter are placed at \$112 million; this high level included large U.S.dollar or optional pay issues of provincial governments, although municipal debentures and corporate bonds and stocks also contributed to the total. Repatriation of Canadian securities through retirements totalled \$25 million in the quarter.

Security transactions between Canada and Other Countries

Table with columns: Net Sales (+) or Purchases (-) by Canadians, 1952 (First, Second, Third, Fourth Quarter), 1953 (First Quarter). Rows include Canadian securities (Outstanding issues, New issues, Retirements) and Foreign securities (Outstanding issues, New issues, Retirements).

p - preliminary

In addition to security transactions covered in the statement above, inflows of foreign capital for direct investment in Canadian enterprises were appreciably higher than in the same quarter last year and were probably of the order of \$90 million. All other capital movements which on balance were substantially outwards in preceding quarters do not appear to have been of comparable significance in their net effects in the first quarter of 1953.

Trade in Outstanding Securities - March, 1953

During March the volume of international security trading continued to be heavy, and trade in outstanding securities in the month led to a sales balance of \$14.2 million. Net sales to the United States of Canadian stocks aggregating \$9.9 million were the principal contributor to the balance of \$9.7 million with that country. Transactions with the United Kingdom, after many years during which purchases have predominated, led to a sales balance of \$4.5 million, the largest in nearly sixteen years. While net sales of Canadian stocks accounted for nearly half the total, sales of Canadian and United Kingdom bonds were also of importance. Despite relatively heavy turnover, transactions with other countries were approximately in balance.

Statistics on the following pages of this bulletin cover transactions in outstanding securities reported by investment firms, stock exchanges, and other security dealers in Canada. Not included are sales of new issues and redemptions of called or matured securities, security transactions of a short-term character analogous to changes in bank balances, and some transactions by other than reporting agencies. Complete statistics of capital movements are published in the annual reports on The Canadian Balance of International Payments.

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.).....	598.4	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 (3 mos.).....	148.0	136.6	+ 11.4	127.0	123.8	+ 3.2	11.0	5.3	+ 5.6	10.0	7.5	+ 2.5
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 ^r	+ 2.5 ^r	42.2	42.2	0.0	2.9	1.3 ^r	+ 1.6 ^r	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												
May												
June												
July												
August												
September												
October												
November												
December												

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

r - revised

TABLE 2. Analysis of Trade in Securities Between Canada and Other Countries
March 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	8,323	7,270	4,058	5,763	2,787	265	1,478	1,242
<i>Canadian Issues:</i>								
Government of Canada – Direct	3,301	4,317	929	3,283	1,366	39	1,006	995
Government of Canada – Guaranteed	666	715	663	703	3	4	-	8
Provincial	744	541	201	533	328	3	215	5
Municipal	15	505	5	492	10	13	-	-
Railway, not guaranteed by Government	752	101	684	88	68	12	-	1
Other Corporations	1,527	722	1,005	442	270	94	252	186
<i>United States Issues:</i>								
Government	307	48	304	42	3	-	-	6
Other	188	138	179	116	9	22	-	-
<i>United Kingdom Issues:</i>								
Government	218	48	1	-	217	7	-	41
Other	462	8	-	8	462	-	-	-
<i>Other Foreign Countries Issues</i>								
	143	127	87	56	51	71	5	-
Common & Preference Stocks:								
Canadian	37,557	25,550	31,663	21,785	3,200	1,121	2,694	2,644
United States	9,670	8,580	9,670	8,321	-	72	-	187
United Kingdom	586	21	517	16	69	5	-	-
Other Foreign Countries	142	140	142	-	-	140	-	-
Short-Term Securities (1 yr. or less):								
Canadian	-	4	-	-	-	-	-	4
Other Countries	-	-	-	-	-	-	-	-
Other Securities:								
Canadian	38	515	18	514	-	-	20	1
Other Countries	11	27	11	27	-	-	-	-
Total	56,327	42,107	46,079	36,426	6,056	1,603	4,192	4,078

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

Three months ending March 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	30.9	35.8	-5.0	23.9	33.2	-9.3	4.2	1.0	+3.2	2.7	1.6	+1.1
<i>Canadian Issues:</i>												
Government of Canada - Direct	12.7	15.6	-2.8	9.0	14.4	-5.4	2.3	0.1	+2.3	1.4	1.1	+0.3
Government of Canada - Guaranteed	1.4	1.0	+0.4	1.3	1.0	+0.3	-	-	-	0.1	-	-
Provincial	3.3	6.3	-3.0	2.7	6.2	-3.6	0.3	-	+0.3	0.3	-	+0.3
Municipal	0.3	0.6	-0.4	0.2	0.6	-0.4	0.1	-	-	-	-	-
Railway, not guaranteed by Government	2.8	0.8	+1.9	2.6	0.6	+2.0	0.1	0.2	-0.1	0.1	-	-
Other Corporations	5.3	7.3	-2.0	4.1	6.6	-2.5	0.4	0.3	+0.1	0.8	0.3	+0.5
<i>United States Issues:</i>												
Government	3.0	2.3	+0.7	3.0	2.3	+0.7	-	-	-	-	-	-
Other	0.9	1.5	-0.6	0.9	1.4	-0.5	-	-	-	-	-	-
<i>United Kingdom Issues:</i>												
Government	0.5	0.1	+0.4	-	-	-	0.4	0.1	+0.4	-	-	-
Other	0.5	-	+0.5	-	-	-	0.5	-	+0.5	-	-	-
<i>Other Foreign Countries Issues</i>	0.3	0.4	-	0.3	0.1	+0.2	0.1	0.2	-0.2	-	-	-
Common & Preference Stocks:												
Canadian	89.3	72.8	+16.5	75.6	63.5	+12.1	6.5	3.8	+2.7	7.2	5.5	+1.6
United States	25.3	25.6	-0.3	25.3	25.3	-	-	0.1	-0.1	-	0.2	-0.2
United Kingdom	0.6	0.3	+0.4	0.5	0.1	+0.4	0.1	0.1	-	-	-	-
Other Foreign Countries	0.3	0.2	+0.1	0.1	-	+0.1	-	0.1	-0.1	0.1	-	+0.1
Short-Term Securities (1 yr. or less):												
Canadian	-	0.2	-0.2	-	-	-	-	0.2	-0.2	-	-	-
Other Countries	0.2	-	+0.2	-	-	-	0.1	-	+0.1	-	-	-
Other Securities:												
Canadian	1.5	1.6	-0.2	1.4	1.6	-0.2	-	-	-	-	-	-
Other Countries	0.1	-	-	0.1	-	-	-	-	-	-	-	-
Total	148.0	136.6	+11.4	127.0	123.8	+3.2	11.0	5.3	+5.6	10.0	7.5	+2.5

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

Summary Table, March 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	44,600	32,970	35,168	27,840	5,245	1,286	4,187	3,844
Bonds and Debentures	7,005	6,901	3,487	5,541	2,045	165	1,473	1,195
Common and Preference Stocks	37,557	25,550	31,663	21,785	3,200	1,121	2,694	2,644
Short-term securities (1 yr. or less)	-	4	-	-	-	-	-	4
Other Securities	38	515	18	514	-	-	20	1
United States Securities, Total	10,165	8,766	10,153	8,479	12	94	-	193
Bonds and Debentures	495	186	483	158	12	22	-	6
Common and Preference Stocks	9,670	8,580	9,670	8,321	-	72	-	187
United Kingdom Securities, Total	1,266	77	518	24	748	12	-	41
Bonds and Debentures	680	56	1	8	679	7	-	41
Common and Preference Stocks	586	21	517	16	69	5	-	-
Other Foreign Countries Securities, Total	285	267	229	56	51	211	5	-
Bonds and Debentures	143	127	87	56	51	71	5	-
Common and Preference Stocks	142	140	142	-	-	140	-	-
Foreign Short-Term Securities (1 yr. or less)	-	-	-	-	-	-	-	-
Foreign Other Securities	11	27	11	27	-	-	-	-
Total	56,327	42,107	46,079	36,426	6,056	1,603	4,192	4,078

- 5 -

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

Three months ending March 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	116.5	106.3	+10.2	96.8	94.5	+2.3	9.7	4.6	+5.1	9.9	7.1	+2.8
Bonds and Debentures	25.7	31.6	-5.9	19.8	29.4	-9.6	3.2	0.6	+2.6	2.7	1.5	+1.1
Common and Preference Stocks	89.3	72.8	+16.5	75.6	63.5	+12.1	6.5	3.8	+2.7	7.2	5.5	+1.6
Short-term securities (1 yr. or less)	-	0.2	-0.2	-	-	-	-	0.2	-0.2	-	-	-
Other Securities	1.5	1.6	-0.2	1.4	1.6	-0.2	-	-	-	-	-	-
United States Securities, Total	29.1	29.3	-0.2	29.1	29.0	+0.2	-	0.1	-0.1	-	0.3	-0.3
Bonds and Debentures	3.8	3.7	+0.1	3.8	3.7	+0.2	-	-	-	-	-	-
Common and Preference Stocks	25.3	25.6	-0.3	25.3	25.3	-	-	0.1	-0.1	-	0.2	-0.2
United Kingdom Securities, Total	1.6	0.4	+1.2	0.6	0.2	+0.4	1.0	0.2	+0.8	-	-	-
Bonds and Debentures	1.0	0.1	+0.8	-	-	-	0.9	0.1	+0.9	-	-	-
Common and Preference Stocks	0.6	0.3	+0.4	0.5	0.1	+0.4	0.1	0.1	-	-	-	-
Other Foreign Countries Securities, Total	0.6	0.5	+0.1	0.4	0.1	+0.3	0.1	0.4	-0.3	0.1	-	+0.1
Bonds and Debentures	0.3	0.4	-	0.3	0.1	+0.2	0.1	0.2	-0.2	-	-	-
Common and Preference Stocks	0.3	0.2	+0.1	0.1	-	+0.1	-	0.1	-0.1	0.1	-	+0.1
Foreign Short-Term Securities (1 yr. or less)	0.2	-	+0.2	-	-	-	0.1	-	+0.1	-	-	-
Foreign Other Securities	0.1	-	-	0.1	-	-	-	-	-	-	-	-
Total	148.0	136.6	+11.4	127.0	123.8	+3.2	11.0	5.3	+5.6	10.0	7.5	+2.5

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

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

	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
1950 - July	102.20	2.77	98.72	3.23	102.73	2.26
August	102.41	2.75	97.10	3.21	102.69	2.26
September	102.88	2.70	98.11	3.14	102.41	2.29
October	102.16	2.77	99.29	3.05	102.16	2.31
November.....	101.21	2.87	99.26	3.05	101.98	2.32
December.....	100.24	2.97	98.30	3.12	101.73	2.35
1951 - January	99.94	3.01	98.34	3.12	101.98	2.32
February	99.94	3.01	96.44	3.28	101.87	2.33
March	97.88	3.17	98.27	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	3.28	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.....						
May.....						
June						

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

TABLE 5. Index Numbers of Common Stocks Prices in Canada and the United States

(1935 - 1939 = 100)

	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	
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
1947 - December.....	106.2	74.8	86.6	122.4
1948 - December.....	115.8	63.0	84.2	119.4
1949 - December.....	117.9	74.2	92.4	132.7
1950 - July	124.3	58.5	80.9	138.2
August	135.7	61.6	86.9	147.2
September	141.5	62.7	90.0	151.7
October	145.4	64.0	91.7	157.8
November.....	144.5	61.1	90.0	156.1
December.....	146.3	59.8	88.2	158.4
1951 - January	153.8	68.8	97.6	168.6
February	166.5	74.3	104.7	174.7
March	162.9	71.2	100.3	170.3
April.....	165.6	68.8	96.7	172.3
May.....	164.2	63.7	92.5	173.9
June	160.7	63.7	90.6	171.7
July	162.0	65.5	92.7	172.8
August	169.7	69.7	97.7	181.5
September	179.8	73.7	104.0	187.3
October	183.3	75.3	107.5	185.0
November.....	174.0	71.9	102.4	177.7
December.....	177.3	73.2	103.4	182.5
1952 - January	181.7	72.0	104.2	187.1
February	179.5	71.2	102.6	183.2
March	177.6	73.4	102.7	185.2
April.....	175.8	77.0	102.8	183.6
May.....	169.0	75.1	101.4	183.7
June	171.6	75.5	102.0	187.6
July	174.9	76.6	107.0	192.1
August	176.0	77.6	110.2	191.1
September	171.6	74.4	106.6	188.2
October	163.6	69.5	99.1	183.4
November.....	167.3	71.1	100.8	189.8
December.....	168.4	73.2	103.4	197.0
1953 - January	172.3	73.5	106.0	197.6
February	169.0	72.2	103.2	195.9r
March.....	170.0	70.1	101.7	198.0
April.....				
May.....				
June				

