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SALES AND PURCHASES OF SECURITIES
BETWEEN CANADA AND OTHER COUNTRIES
DECEMBER 1954
AND
REVIEW OF SECURITY TRADING DURING 1954

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SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

Review of International Trade in Outstanding Securities - 1954

Security trading between Canada and other countries took place in record volume in 1954. The turnover exceeded \$1,500 million, an increase of more than \$350 million over the previous record established in 1951. The balance of trade in outstanding securities reflected an import to Canada of \$64 million of capital. The United States contributed only \$6 million to the net movement; the United Kingdom accounted for \$23 million, and other overseas countries for a record \$35 million. The sales balance in 1954 followed purchase balances or capital exports in both 1952 and 1953. As has been the case each year since 1950, Canada repurchased government bonds, but sold securities of Canadian corporations. While the rate of repatriation of government bonds, \$85 million in 1954, was considerably higher than in 1953, there was a marked growth in sales to non-residents of securities of Canadian corporations. These included \$121 million of common and preference stocks. It was mainly this development which led to the capital import of \$64 million in contrast to the export of \$12 million in 1953.

The net movement of \$160 million capital to Canada arising from all portfolio security transactions in 1954 was much larger than the balance on account of trade in outstanding issues. New issues and retirements of Canadian securities led to a net capital inflow of \$126 million, while similar transactions in foreign securities led to an outflow of \$30 million.

The proceeds of new issues of Canadian securities sold to non-residents amounted to \$318 million. Most of these transactions took place in the early months of the year. The volume declined as the margin between interest rates in Canada and the United States narrowed, but there continued to be inflows as a result of deferred delivery agreements, participation in some Canadian stock issues, and other special situations leading to the placing of issues on the New York market. More than nine-tenths of the new issues sold abroad were purchased by United States residents, and about eight-tenths were obligations payable in United States currency. Bonds and debentures of provinces and of municipalities each accounted for about four-tenths of the total. Retirements of foreign-held Canadian securities are estimated to have been \$192 million in 1954. This total included about equal amounts of Canadian and foreign currency obligations. Government of Canada and provincial issues each accounted for about a third. Net purchases by Canadians of foreign new issues amounted to \$30 million and were dominated by an issue of \$25 million Canadian currency debentures by the International Bank for Reconstruction and Development.

Security Transactions Between Canada and Other Countries

	Net Sales (+) or Purchases (-) by Canadians						
	1948	1949	1950	1951	1952	1953	1954
	(Millions of dollars)						
<u>Canadian Securities</u>							
Outstanding issues	+ 3	+ 8	+ 329	+ 38	- 94	- 31	+ 55
New issues	+ 150	+ 105	+ 210	+ 411	+ 316	+ 342	+ 318
Retirements	- 114	- 147	- 284	- 184	- 89	- 142	- 192
<u>Foreign Securities</u>							
Outstanding issues	- 7	+ 22	+ 70	+ 15	+ 12	+ 21	+ 9
New issues	- 3	- 4	- 2	- 3	- 20	- 23	- 32
Retirements	+ 2	+ 2	+ 8	+ 3	-	+ 1	+ 2
Total - all securities	+ 31	- 14	+ 331	+ 280	+ 125	+ 168	+ 160

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 1954 are preliminary and data for 1953 are subject to revision.

It may be noted that the foregoing figures include, in addition to the outstanding security transactions reported by investment firms, stock exchanges and other security dealers, all of which are 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 is estimated to have exceeded \$300 million in 1954. These and other capital movements are covered in the annual and quarterly reports on The Canadian Balance of International Payments.

Foreign long-term investment of all types in Canada had a book value of \$11.4 billion at the end of 1953 and was of the order of \$12 billion at the end of 1954. It should be noted that Canada 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 which was reduced to \$3.7 billion in 1948 and 1949 has been growing, and is now again approaching the level of \$6.5 billion recorded in 1930. When viewed in the perspective of the great developments which have occurred in the intervening years, it will be apparent that this balance of indebtedness represents a much lighter burden, relatively, than in the earlier period.

Trends over 1954 and Transactions in December

The pattern of trading over 1954, reviewed on a quarterly basis, was one of increasing volume and increasing disparity between the balances on account of transactions in Canadian stocks and in Canadian bonds and debentures. Turnover rose quarter by quarter from \$173 million in the third quarter of 1953 to \$498 million in the final quarter of 1954. Increasing sales balances on account of trade in Canadian common and preference stocks were recorded in each quarter of 1954. On the other hand, repatriation of Canadian bonds and debentures through trade in outstanding issues rose in each of the first three quarters of 1954, if the special investment transactions of an international institution referred to below are excluded, but fell in the final quarter of the year. As a result of these divergent movements there were net inflows of capital in the first and second quarters of 1954; in the third quarter there was virtual balance, and in the final quarter a net inflow of capital again resulted.

Although, on balance, Canadians continued to liquidate holdings of foreign securities, this movement was mainly confined to the first half of the year. In the final quarter there was a net outflow of \$5 million, principally for the purchase of United States stocks.

Trading in the month of December was practically in balance. A purchase balance of \$2.0 million with the United States was more than offset by sales balances of \$1.1 million with the United Kingdom and \$1.6 million with other overseas countries. These very small balances were remarkable in the light of a very heavy volume of trading. Trade with all countries reflected net purchases of \$10 million Canadian bonds and debentures and of \$6 million foreign securities offset by net sales to non-residents of Canadian stocks. In addition to this trading in long-term securities, Canadians, engaging in interest arbitrage transactions, purchased nearly \$20 million of United Kingdom treasury bills in December.

Transactions with the United States

Trading in outstanding securities between Canada and the United States as reported by dealers in Canada reached a record volume of \$1,200 million in 1954. This turnover represented an increase of nearly 50 per cent over 1953, and was some ten per cent above the previous record established two years earlier. The trading in 1954 resulted in a net sales balance or capital import of \$6 million in contrast to the capital export of \$62 million recorded from trade in outstanding issues in 1953.

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

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

1953 and 1954

	Sales By Canadians		Purchases By Canadians		Net Sales (+) or Purchases (-)	
	1953	1954	1953	1954	1953	1954
(Millions of dollars)						
<u>By Nationality of Security</u>						
Canadian bonds	57.0	126.1	141.8	211.7	- 84.8	- 85.5
Canadian stocks	210.5	313.7	205.0	229.1	+ 5.5	+ 84.6
Total - Canadian securities (1)	271.9	446.4	351.3	448.4	- 79.4	- 2.0
United States bonds	22.6	13.6	14.0	7.8	+ 8.6	+ 5.8
United States stocks	83.6	150.3	73.7	142.6	+ 10.0	+ 7.6
Total - United States securities	106.2	163.9	87.6	150.4	+ 18.6	+ 13.4
Total - all securities (1)	380.4	614.7	442.0	608.9	- 61.6	+ 5.8

(1) includes other securities

Perhaps the outstanding development in security trading with the United States in 1954 was a marked revival of interest of United States investors in the equity securities of Canadian corporations. This led to net sales of \$85 million of common and preferred stocks compared with \$6 million in 1953. Contributing to this development was a change in United States administrative arrangements which facilitated the formation of Canadian diversified management investment companies with important tax advantages to United States investors. Newly formed companies of this type, which raised more than \$125 million of United States capital during the year, are treated as residents of the United States for the purposes of these statistical series.

The inflow of capital arising from sales of Canadian stocks to the United States was more than offset by repatriation of Canadian bonds and debentures which totalled \$86 million, or slightly more than in 1953. Net repurchases of Government of Canada direct debt fell and there were net sales of municipal and corporate issues but repatriation of government guaranteed and provincial issues occurred on a relatively large scale. In addition to these market transactions, there was a substantial volume of repatriation of Canadian bonds and debentures through retirements.

As in other recent years, Canadians continued, on balance, to be net sellers of foreign securities, leading to a capital inflow of \$8 million in 1954 as a whole.

Transactions with the United Kingdom

For the second successive year since 1937 Canada had a sales balance from security trading with the United Kingdom, although the capital import of \$23 million did not reach the total of \$29 million recorded for 1953. In that year, however, sales of Canadian bonds and debentures accounted for more than \$20 million of the total, the balance taking the form of \$7 million Canadian common and preference stocks and \$2 million foreign securities. In 1954, Canadian equities attracted greater attention from British investors, and stocks accounted for \$21 million of net trading, the balance being made up of \$2 million foreign securities.

The year 1954 was the first full year of trading since the withdrawal by the United Kingdom of special restrictions imposed on the switching abroad of Canadian securities. The volume of trading in outstanding securities between Canada and the United Kingdom continued to

grow, rising from \$77 million in 1953 to \$130 million in 1954. This turnover was over four times the rate prevailing in 1951.

Transactions with other countries

Transactions with other countries led to a net capital inflow of \$35 million on account of trade in outstanding issues. This sales balance was \$15 million larger than in 1953, and represented a new high in the Bureau's series which extends from 1933. A significant part of the total was, however, of a special character, representing the employment in Government of Canada obligations of funds raised in the Canadian capital market by an international institution. Balance sheets of the International Bank for Reconstruction and Development reveal purchases of Canadian Government obligations in the amount of \$10.4 million and \$13.7 million in the second and third quarters of 1954 respectively, bringing the institution's total holdings to \$26.3 million.

Transactions with other holders resulted in a repatriation of Government of Canada direct debt, but there were net sales of other types of bonds and debentures and of Canadian stocks. The sales balance of \$15 million on account of stocks is larger than in either 1953 or 1952, but fell well short of the record figure of nearly \$27 million reached in 1951.

Summary of Transactions in Outstanding Securities between Canada and Other Countries

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

1953 and 1954

	Sales By Canadians		Purchases By Canadians		Net Sales (+) or Purchases (-)	
	1953	1954	1953	1954	1953	1954
(Millions of dollars)						
<u>By Countries</u>						
United States	380.4	614.7	442.0	608.9	- 61.6	+ 5.8
United Kingdom	53.3	76.8	24.0	53.9	+ 29.3	+ 22.9
Other Countries	60.6	107.9	40.2	72.7	+ 20.4	+ 35.2
Total, all countries	494.3	799.5	506.2	735.6	- 11.9	+ 63.9
<u>By Nationality of Security</u>						
Canadian bonds	113.2	203.2	165.1	269.9	- 51.9	- 66.7
Canadian stocks	261.3	411.1	240.5	290.1	+ 20.9	+ 121.0
Total - Canadian securities (1)	379.7	625.9	410.4	570.6	- 30.7	+ 55.3
United States bonds	23.0	14.0	14.4	8.8	+ 8.5	+ 5.2
United States stocks	85.0	152.4	75.6	145.2	+ 9.4	+ 7.2
Total - United States securities	108.0	166.4	90.1	154.0	+ 17.9	+ 12.4
Total - all securities (1)	494.3	799.5	506.2	735.6	- 11.9	+ 63.9

(1) includes other securities

— As in the case of trading with the United States and with the United Kingdom, there was a marked increase in volume. Turnover of \$180 million compared with \$101 million in 1953 and much smaller amounts in earlier years.

Security and foreign exchange markets

During 1954 common stock prices in Canada as measured by the D.B.S. Investors' composite series rose by more than one-third surpassing the twenty-five year historic peak touched in September 1929. This index covers industrial, utility and bank stock. Among the components, pulp and paper stocks showed an increase of more than 50 per cent, and industrial mines nearly 45 per cent. Rises of between 35 and 45 per cent occurred in machinery and equipment, oils, and building materials, while beverages, milling, and food and allied products, banks and utilities, reflected increases of between 20 and 25 per cent. The only component to show a decline was textiles and clothing which fell 3 per cent. Mining stocks, which are not included in the Investors' index, rose by more than one-quarter.

The net sale of more than \$120 million of Canadian stocks to non-residents during 1954 was undoubtedly a factor contributing to the increase in prices in Canada. But any attempt to assess the role of non-residents in the rise in the Canadian market must take into account the selective investment policy followed by the new investment funds which are generally understood to have concentrated on the higher grade Canadian issues, and it should not be overlooked that rising stock prices were typical of the United States and practically all other markets throughout the world. The net sales to non-residents represented less than four per cent of the quoted value of listings on the principal exchanges in Canada. But by no means all of the issues listed are "in the market", and sales to non-residents appear to have accounted for nearly one-fifth of the aggregate value of transactions on the principal exchanges in Canada in 1954, compared with one-sixth in 1953.

The price of the United States dollar in Canada fell from 97 3/8 cents at the end of 1953 to 96 19/32 cents at the end of 1954, moving through a low of 96.34 cents in February and a high of 98.75 cents in April. This range of 2.41 cents indicated relative stability in comparison with trading ranges of 3.63 cents in 1953 and 5.25 cents in 1952. Over the year as a whole, the average price of the United States dollar was 97.32 cents, or 1.02 cents lower than for 1953.

Interest rates in both Canada and the United States fell during 1954, but the decline in Canada was much the larger. The differential between average yields on the Canadian and United States long-term Government issues shown in Table 4 fell from 90 base points in December 1953 to 33 base points in the last month of 1954. This differential of less than four-tenths of one per cent was smaller than for any month in nearly seven years.

Both the exchange rate and the differential in interest rates are related to international trade in bonds and debentures, but it is not generally possible to identify the degrees to which they are cause or effect. The accompanying chart indicates these relationships over the years 1952 to 1954. Indexes are shown for the exchange value of the Canadian dollar, the price in Canadian dollars of a representative Canadian Government long-term bond (Canada 3/61-66) relative to the price in U.S. dollars of a roughly comparable United States Treasury issue (2 1/2/63-68), and an index combining these two series. The combined index measures changes in the price to a United States investor of the Canadian issue, in terms of the roughly comparable United States issue, while the other indexes are approximate measures of the components of exchange rate and interest rate differentials.

The changing interplay of these elements will be apparent. Through 1952, the higher value of the Canadian dollar on the exchange markets was the factor contributing to the relative rise in the price of Canadian bonds and debentures to United States investors. The heavy repatriation of Canadian bonds and debentures in 1952 was undoubtedly influenced by this rise. In the first half of 1953, the Canadian dollar weakened somewhat, but interest rates in the United States rose much more rapidly than in Canada and the narrowing of the spread between them was more than sufficient to offset the effect of the exchange rate. (The developments which led to the sharp contraction in the interest differential were described in some detail in the December 1953 report in this series). A second wave of repatriation of Canadian bonds and debentures occurred at this time as United States investors took advantage of the favourable

opportunity. It seems likely that this movement was a factor in weakening the Canadian dollar at this time. Policies adopted by the Federal Reserve System of the United States eased the pressure on the United States money market in the second half of the year. The interest differential widened, the rate of repatriation of Canada bonds and debentures contracted, and the Canadian dollar strengthened.

Over 1954, there has been a further significant rise in the relative price of Canadian bonds and debentures to United States investors. The exchange rate has been comparatively stable but the contraction in interest rate differentials has been marked. This development has contributed to a substantial volume of repatriation from the United States.

While the series shown on the chart and discussed above are among the more significant factors related to international trading in Canadian bonds and debentures, there are many other influences which are not reflected. Among these are the existence of issues payable in foreign currencies, and corporate issues having conversion privileges or carrying stock purchases warrants, to which special considerations may apply. Moreover the United States portfolio of Canadian bonds and debentures payable in Canadian dollars has been greatly reduced in the past few years and it may be conjectured from the 1954 experience that repatriation in the future may not be as readily induced by changes in exchange and interest rates as when holdings were larger.

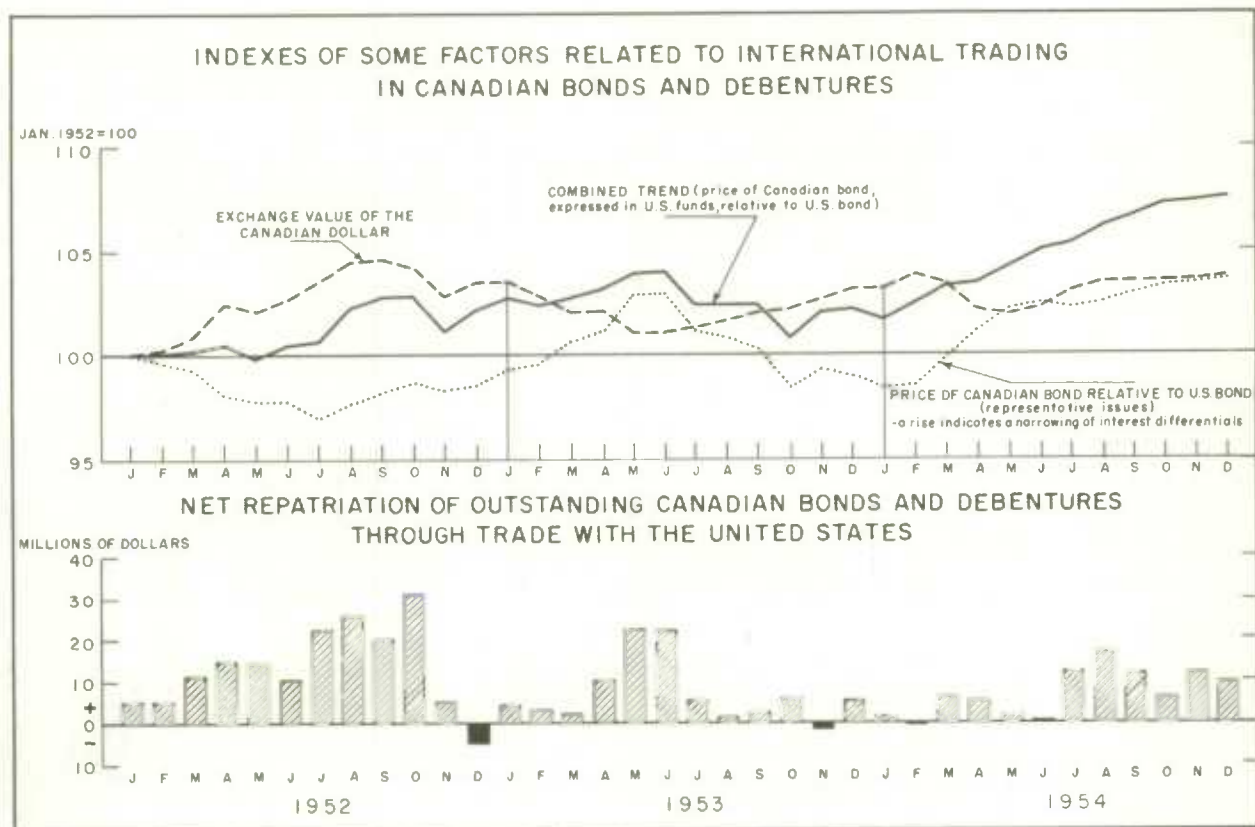


TABLE 1. Sales and Purchases of Securities Between Canada and Other Countries

(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. -
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
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
1954												
Total (12 mos.).....	799.5	735.6	+ 63.9	614.7	608.9	+ 5.8	76.8	53.9	+22.9	107.9	72.7	+35.2
January.....	47.4	41.1	+ 6.3	33.7	31.9	+ 1.8	7.1	4.7	+ 2.4	6.5	4.4	+ 2.1
February.....	53.1	40.4	+ 12.7	40.6	34.1	+ 6.6	6.5	3.3	+ 3.2	6.0	3.1	+ 2.9
March.....	56.1	54.8	+ 1.3	42.3	42.6	- 0.3	7.4	3.6	+ 3.8	6.5	8.6	- 2.1
April.....	59.8	52.3	+ 7.5	46.8	43.9	+ 2.9	5.3	2.7	+ 2.6	7.7	5.7	+ 2.0
May.....	54.3	51.5	+ 2.8	43.7	41.6	+ 2.0	4.6	4.8	- 0.2	6.0	5.1	+ 1.0
June.....	78.4	57.6	+ 20.9	54.8	44.4	+10.4	6.6	6.4	+ 0.2	17.0	6.7	+10.3
July.....	72.8	61.2	+ 11.6	46.8	51.0	- 4.3	5.5	3.6	+ 1.9	20.5	6.6	+13.9
August.....	61.9	69.3	- 7.5	50.8	57.5	- 6.7	5.6	5.7	- 0.2	5.5	6.1	- 0.6
September.....	60.5	64.5	- 4.0	48.5	55.0	- 6.5	3.9	4.7	- 0.8	8.1	4.8	+ 3.2
October.....	83.9	76.3	+ 7.7	69.4	68.4	+ 0.9	7.6	3.6	+ 3.9	7.0	4.2	+ 2.8
November.....	80.0	76.1	+ 3.9	63.7	62.7	+ 1.0	8.6	3.6	+ 4.9	7.8	9.8	- 2.0
December.....	91.2	90.5	+ 0.7	73.8	75.9	- 2.0	8.2	7.1	+ 1.1	9.2	7.6	+ 1.6

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 1952-1954
TRADING, NEW ISSUES, AND RETIREMENTS
(Millions of Dollars)

	Net Sales (+) or Purchases (-) by Canadians											
	1952				1953				1954			
	I	II	III	IV	I	II	III	IV	I	II	III	IV
<u>All Countries</u>												
<u>Canadian Securities</u>												
Outstanding issues	-	- 19	- 51	- 24	+ 10	- 36	- 4	- 1	+ 16	+ 22	-	+ 17
New issues	+ 88	+ 159	+ 23	+ 46	+ 132	+ 60	+ 15	+ 135	+ 170	+ 86	+ 37	+ 25
Retirements	- 12	- 41	- 7	- 29	- 28	- 88	- 9	- 17	- 24	- 73	- 44	- 51
<u>Foreign Securities</u>												
Outstanding issues	+ 6	+ 3	+ 3	-	+ 2	+ 3	+ 1	+ 15	+ 4	+ 10	-	- 5
New issues	- 19	- 1	-	-	- 1	- 2	- 1	- 19	- 2	- 26	- 2	- 2
Retirements	-	-	-	-	+ 1	-	-	-	-	-	-	+ 2
Total - all securities	+ 63	+ 101	- 32	- 7	+ 116	- 63	+ 2	+ 113	+ 164	+ 19	- 9	- 14
<u>United States</u>												
<u>Canadian Securities</u>												
Outstanding issues	- 1	- 18	- 56	- 29	+ 2	- 49	- 13	- 20	+ 3	+ 6	- 16	+ 5
New issues	+ 88	+ 159	+ 23	+ 45	+ 129	+ 58	+ 13	+ 129	+ 166	+ 75	+ 30	+ 17
Retirements	- 8	- 39	- 5	- 23	- 24	- 87	- 6	- 15	- 16	- 70	- 41	- 50
<u>Foreign Securities</u>												
Outstanding issues	+ 6	+ 2	+ 2	- 1	+ 1	+ 3	+ 1	+ 15	+ 5	+ 9	- 1	- 5
New issues	- 4	- 1	-	-	-	- 1	-	- 17	-	- 1	- 1	- 1
Retirements	-	-	-	-	+ 1	-	-	-	-	-	-	+ 1
Total - all securities	+ 81	+ 103	- 36	- 8	+ 109	- 76	- 5	+ 92	+ 158	+ 19	- 29	- 33

Table 1A.-Continued PORTFOLIO SECURITY TRANSACTIONS BETWEEN CANADA AND OTHER COUNTRIES, BY QUARTERS 1952-1954
TRADING, NEW ISSUES, AND RETIREMENTS
(Millions of Dollars)

	Net Sales (+) or Purchases (-) by Canadians											
	1952				1953				1954			
	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	- 3	- 3	+ 2	+ 1	+ 5	+ 5	+ 3	+ 14	+ 9	+ 2	-	+ 10
New issues	-	-	-	+ 1	+ 1	+ 1	+ 1	+ 4	+ 2	+ 3	+ 7	+ 6
Retirements	- 4	- 2	- 2	- 1	- 2	- 1	- 3	- 1	- 8	- 2	- 2	- 1
<u>Foreign Securities</u>												
Outstanding issues	-	+ 1	+ 1	+ 1	+ 1	-	+ 1	-	-	+ 1	+ 1	-
New issues	-	-	-	-	-	-	-	-	-	-	-	-
Retirements	-	-	-	-	-	-	-	-	-	-	-	-
Total - all securities	- 7	- 4	+ 1	+ 2	+ 5	+ 5	+ 2	+ 17	+ 3	+ 4	+ 6	+ 15
<u>Other Foreign Countries</u>												
<u>Canadian Securities</u>												
Outstanding issues	+ 4	+ 2	+ 3	+ 4	+ 3	+ 8	+ 6	+ 5	+ 4	+ 14	+ 16	+ 2
New issues	-	-	-	-	+ 2	+ 1	+ 1	+ 2	+ 2	+ 8	-	+ 2
Retirements	-	-	-	- 5	- 2	-	-	- 1	-	- 1	- 1	-
<u>Foreign Securities</u>												
Outstanding issues	-	-	-	-	-	-	- 1	-	- 1	-	-	-
New issues	- 15	-	-	-	- 1	- 1	- 1	- 2	- 2	- 25	- 1	- 1
Retirements	-	-	-	-	-	-	-	-	-	-	-	+ 1
Total - all securities	- 11	+ 2	+ 3	- 1	+ 2	+ 8	+ 5	+ 4	+ 3	- 4	+ 14	+ 4

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 1954 are preliminary and data for 1953 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	388.1	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
1954	799.5	735.6	+ 63.9	614.7	608.9	+ 5.8	76.8	53.9	+ 22.9	107.9	72.7	+ 35.2

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

December, 1954

(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	18,117	30,233	13,410	24,740	2,554	3,728	2,153	1,765
<i>Canadian Issues:</i>								
Government of Canada — Direct	6,459	15,318	3,836	10,879	1,654	3,331	969	1,108
Government of Canada — Guaranteed	753	4,194	374	4,083	346	100	33	11
Provincial	668	2,646	447	2,595	189	1	32	50
Municipal	693	202	675	192	1	4	17	6
Railway, not guaranteed by Government	930	427	534	313	135	2	261	112
Other Corporations	7,982	5,070	6,934	4,352	207	255	841	463
<i>United States Issues:</i>								
Government	333	1,058	333	1,058	-	-	-	-
Other	220	150	220	150	-	-	-	-
<i>United Kingdom Issues:</i>								
Government	21	7	-	-	21	7	-	-
Other	1	-	1	-	-	-	-	-
<i>Other Foreign Countries Issues</i>	57	1,161	56	1,118	1	28	-	15
Common & Preference Stocks:								
Canadian	50,924	33,089	39,391	24,742	5,212	3,139	6,321	5,208
United States	20,445	24,586	19,899	24,135	3	4	543	447
United Kingdom	56	318	46	317	10	1	-	-
Other Foreign Countries	11	216	11	176	-	-	-	40
Short-Term Securities (1 yr. or less):								
Canadian	-	-	-	-	-	-	-	-
Other Countries	-	-	-	-	-	-	-	-
Other Securities:								
Canadian	1,418	2,028	962	1,733	310	206	146	89
Other Countries	219	17	116	16	103	-	-	1
Total	91,190	90,487	73,835	75,859	8,192	7,078	9,163	7,550

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

Twelve months ending December, 1954

(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	221.4	285.5	-64.1	142.8	225.7	-82.8	27.0	27.9	- 0.9	51.5	31.9	+19.6
<i>Canadian Issues:</i>												
Government of Canada - Direct	124.5	152.8	-28.2	73.6	110.1	-36.5	10.9	16.5	- 5.6	40.1	26.1	+13.9
Government of Canada - Guaranteed	11.6	42.1	-30.5	7.2	39.3	-32.1	1.8	2.3	- 0.5	2.6	0.5	+ 2.1
Provincial	12.6	41.7	-29.2	5.2	38.3	-33.1	5.0	3.0	+ 2.0	2.4	0.4	+ 2.0
Municipal	8.6	5.4	+ 3.2	7.5	4.1	+ 3.4	0.8	1.2	- 0.4	0.3	-	+ 0.3
Railway, not guaranteed by Government	6.8	5.2	+ 1.7	4.2	3.9	+ 0.3	1.6	0.5	+ 1.1	1.1	0.8	+ 0.3
Other Corporations	39.1	22.8	+16.3	28.5	15.9	+12.6	5.9	3.8	+ 2.0	4.8	3.1	+ 1.7
<i>United States Issues:</i>												
Government	7.3	6.7	+ 0.6	7.1	6.3	+ 0.8	0.1	0.1	-	0.1	0.3	- 0.2
Other	6.7	2.1	+ 4.6	6.5	1.5	+ 5.0	-	0.2	- 0.2	0.2	0.5	- 0.3
<i>United Kingdom Issues:</i>												
Government	0.7	1.4	- 0.7	-	1.3	- 1.3	0.6	0.1	+ 0.6	-	-	-
Other	0.2	0.9	- 0.7	0.1	0.8	- 0.8	0.2	0.1	+ 0.1	-	-	-
<i>Other Foreign Countries Issues</i>	3.2	4.5	- 1.3	3.0	4.1	- 1.1	0.2	0.2	-	-	0.2	- 0.2
Common & Preference Stocks:												
Canadian	411.1	290.1	+121.0	313.7	229.1	+84.6	44.4	23.5	+20.9	53.0	37.5	+15.5
United States	152.4	145.2	+ 7.2	150.3	142.6	+ 7.6	0.1	-	+ 0.1	2.0	2.5	- 0.5
United Kingdom	1.2	0.9	+ 0.4	0.2	0.6	- 0.4	1.0	0.2	+ 0.8	-	-	-
Other Foreign Countries	0.4	2.8	- 2.4	0.3	2.7	- 2.4	-	-	-	0.1	0.1	-
Short-Term Securities (1 yr. or less):												
Canadian	1.3	0.2	+ 1.1	0.1	-	+ 0.1	1.2	0.2	+ 1.0	-	-	-
Other Countries	-	-	-	-	-	-	-	-	-	-	-	-
Other Securities:												
Canadian	10.3	10.4	- 0.1	6.5	7.7	- 1.2	2.5	2.0	+ 0.5	1.3	0.7	+ 0.6
Other Countries	1.4	0.6	+ 0.8	0.8	0.6	+ 0.2	0.6	-	+ 0.6	-	-	-
Total	799.5	735.6	+ 63.9	614.7	608.9	+ 5.8	76.8	53.9	+22.9	107.9	72.7	+35.2

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, 1964 (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	7.3	10.2	- 2.9	3.6	5.8	- 2.3	1.1	3.0	- 1.8	2.7	1.5	+ 1.2
February	13.1	10.5	+ 2.6	8.9	8.3	+ 0.1	1.7	1.3	+ 0.4	2.4	0.3	+ 2.1
March	5.8	14.9	- 9.1	1.9	7.9	- 6.1	2.5	1.6	+ 0.9	1.4	5.3	- 3.9
April	8.0	14.5	- 6.6	5.8	12.3	- 6.5	0.2	0.9	- 0.6	1.9	1.3	+ 0.6
May	9.8	12.3	- 3.0	8.6	9.5	- 0.8	0.2	2.2	- 2.0	1.0	1.1	- 0.1
June	17.7	15.4	+ 2.3	4.1	9.3	- 5.2	1.1	2.9	- 1.8	12.5	3.2	+ 9.3
July	20.4	14.5	+ 5.9	4.2	11.1	- 6.9	0.8	0.1	+ 0.7	15.4	3.3	+ 12.1
August	5.7	20.4	- 14.8	4.4	17.2	- 12.8	0.6	0.9	- 0.3	0.7	2.4	- 1.7
September	8.0	14.1	- 6.1	5.8	11.4	- 5.6	0.2	1.3	- 1.1	2.0	1.4	+ 0.6
October	27.4	30.0	- 2.7	24.3	28.0	- 3.7	1.8	0.9	+ 0.9	1.2	1.1	+ 0.1
November	5.9	17.9	- 12.0	5.1	13.2	- 8.1	0.4	0.2	+ 0.1	0.5	4.5	- 4.1
December	7.2	19.5	- 12.3	4.2	15.0	- 10.8	2.0	3.4	- 1.4	1.0	1.1	- 0.1
Total	136.2	194.9	- 58.7	80.8	149.4	- 68.6	12.7	18.8	- 6.1	42.7	26.6	+ 16.0

SALES AND PURCHASES OF ALL CANADIAN BONDS AND DEBENTURES BETWEEN CANADA AND OTHER COUNTRIES
TWELVE MONTHS ENDING DECEMBER, 1964 (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	13.2	13.6	- 0.4	7.1	8.7	- 1.6	2.7	3.3	- 0.6	3.4	1.6	+ 1.8
February	16.6	12.8	+ 3.3	10.3	10.7	+ 0.1	2.9	1.6	+ 1.2	3.0	0.5	+ 2.5
March	12.9	20.4	- 7.6	6.3	12.5	- 6.3	4.1	2.4	+ 1.7	2.6	5.6	- 3.0
April	12.9	17.4	- 4.5	8.7	14.1	- 5.4	1.6	1.4	+ 0.2	2.6	1.9	+ 0.7
May	12.3	16.0	- 3.7	10.0	12.0	- 2.0	0.9	2.7	- 1.8	1.4	1.4	-
June	27.6	20.8	+ 6.8	11.8	12.5	- 0.6	2.6	4.3	- 1.7	13.1	4.0	+ 9.2
July	23.3	23.4	- 0.1	6.0	18.6	- 12.6	1.7	1.3	+ 0.5	15.5	3.5	+ 12.0
August	11.4	30.9	- 19.6	8.2	25.4	- 17.1	2.1	2.9	- 0.8	1.1	2.7	- 1.6
September	11.3	23.0	- 11.7	7.3	19.3	- 11.9	1.3	2.1	- 0.8	2.6	1.7	+ 0.9
October	33.0	37.3	- 4.2	28.3	34.6	- 6.3	2.7	1.3	+ 1.4	2.1	1.4	+ 0.7
November	11.2	26.4	- 15.1	8.7	20.3	- 12.2	1.0	0.5	+ 0.4	1.6	5.0	- 3.4
December	17.5	27.9	- 10.4	12.8	22.4	- 9.6	2.5	3.7	- 1.2	2.2	1.8	+ 0.4
Total	203.2	269.9	- 66.7	126.1	211.7	- 85.5	25.9	27.3	- 1.4	51.2	30.9	+ 20.3

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, 1954 (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	23.9	18.7	+ 5.2	17.2	14.9	+ 2.3	4.1	1.5	+ 2.6	2.6	2.3	+ 0.3
February	26.3	17.5	+ 8.7	20.0	14.0	+ 6.0	3.3	1.5	+ 1.9	3.0	2.1	+ 0.9
March	29.5	22.1	+ 7.3	22.8	18.5	+ 4.3	2.9	1.0	+ 1.9	3.7	2.7	+ 1.1
April	30.5	23.0	+ 7.4	22.2	19.0	+ 3.2	3.4	1.1	+ 2.3	4.9	3.0	+ 1.9
May	28.3	22.9	+ 5.3	20.9	17.8	+ 3.1	3.2	1.7	+ 1.5	4.1	3.4	+ 0.7
June	32.2	23.7	+ 8.5	26.2	19.2	+ 7.0	2.4	1.9	+ 0.5	3.6	2.6	+ 1.0
July	34.2	21.3	+ 13.0	26.4	16.3	+ 10.1	3.0	2.0	+ 1.1	4.8	3.0	+ 1.8
August	34.9	26.6	+ 8.3	27.6	20.8	+ 6.8	3.1	2.5	+ 0.5	4.3	3.2	+ 1.0
September	38.6	28.0	+ 10.6	31.1	22.8	+ 8.3	2.3	2.3	-	5.2	2.9	+ 2.3
October	38.0	24.3	+ 13.7	28.9	19.6	+ 9.3	4.4	2.2	+ 2.3	4.7	2.6	+ 2.1
November	43.8	28.7	+ 15.0	30.9	21.4	+ 9.5	7.1	2.8	+ 4.3	5.7	4.5	+ 1.2
December	50.9	33.1	+ 17.8	39.4	24.7	+ 14.6	5.2	3.1	+ 2.1	6.3	5.2	+ 1.1
Total	411.1	290.1	+ 121.0	313.7	229.1	+ 84.6	44.4	23.5	+ 20.9	53.0	37.5	+ 15.5

SALES AND PURCHASES OF UNITED STATES COMMON AND PREFERENCE STOCKS BETWEEN CANADA AND OTHER COUNTRIES
TWELVE MONTHS ENDING DECEMBER, 1954 (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	8.6	6.9	+ 1.7	8.2	6.6	+ 1.6	-	-	-	0.3	0.3	-
February	7.3	6.6	+ 0.7	7.2	6.4	+ 0.8	-	-	-	-	0.1	- 0.1
March	9.9	7.1	+ 2.8	9.8	7.1	+ 2.7	-	-	-	0.1	0.1	-
April	14.2	10.5	+ 3.7	14.0	9.7	+ 4.3	-	-	-	0.2	0.8	- 0.6
May	11.0	10.6	+ 0.4	10.9	10.6	+ 0.4	-	-	-	0.1	-	-
June	14.5	11.1	+ 3.4	14.3	11.1	+ 3.2	-	-	-	0.2	-	+ 0.2
July	12.3	15.1	- 2.9	12.1	15.1	- 3.0	-	-	-	0.1	-	+ 0.1
August	12.2	10.2	+ 2.0	12.1	10.1	+ 2.0	-	-	-	0.1	0.1	-
September	8.9	10.2	- 1.3	8.8	10.1	- 1.3	-	-	-	0.1	0.2	- 0.1
October	10.5	12.6	- 2.1	10.5	12.5	- 2.0	-	-	-	-	0.1	- 0.1
November	22.5	19.5	+ 3.0	22.3	19.2	+ 3.1	-	-	-	0.1	0.2	+ 0.1
December	20.4	24.6	- 4.1	19.9	24.1	- 4.2	-	-	-	0.5	0.4	+ 0.1
Total	152.4	145.2	+ 7.2	150.3	142.6	+ 7.6	0.1	-	+ 0.1	2.0	2.5	- 0.5

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

December, 1954

(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	69,827	62,974	53,153	48,889	8,054	7,038	8,620	7,047
Bonds and Debentures	17,485	27,857	12,800	22,414	2,532	3,693	2,153	1,750
Common and Preference Stocks	50,924	33,089	39,391	24,742	5,212	3,139	6,321	5,208
Short-term securities (1 yr. or less)	-	-	-	-	-	-	-	-
Other Securities	1,418	2,028	962	1,733	310	206	146	89
United States Securities, Total	20,998	25,794	20,452	25,343	3	4	543	447
Bonds and Debentures	553	1,208	553	1,208	-	-	-	-
Common and Preference Stocks	20,445	24,586	19,899	24,135	3	4	543	447
United Kingdom Securities, Total	78	325	47	317	31	8	-	-
Bonds and Debentures	22	7	1	-	21	7	-	-
Common and Preference Stocks	56	318	46	317	10	1	-	-
Other Foreign Countries Securities, Total	68	1,377	67	1,294	1	28	-	55
Bonds and Debentures	57	1,161	56	1,118	1	28	-	15
Common and Preference Stocks	11	216	11	176	-	-	-	40
Foreign Short-Term Securities (1 yr. or less)	-	-	-	-	-	-	-	-
Foreign Other Securities	219	17	116	16	103	-	-	1
Total	91,190	90,487	73,835	75,859	8,192	7,078	9,163	7,550

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

Twelve months ending December, 1954

(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	625.9	570.6	+55.3	446.4	448.4	- 2.0	74.0	53.0	+21.0	105.5	69.1	+36.4
Bonds and Debentures	203.2	269.9	-66.7	126.1	211.7	-85.5	25.9	27.3	- 1.4	51.2	30.9	+20.3
Common and Preference Stocks	411.1	290.1	+121.0	313.7	229.1	+84.6	44.4	23.5	+20.9	53.0	37.5	+15.5
Short-term securities (1 yr. or less)	1.3	0.2	+ 1.1	0.1	-	+ 0.1	1.2	0.2	+ 1.0	-	-	-
Other Securities	10.3	10.4	- 0.1	6.5	7.7	- 1.2	2.5	2.0	+ 0.5	1.3	0.7	+ 0.6
United States Securities, Total	166.4	154.0	+12.4	163.9	150.4	+13.4	0.2	0.3	- 0.1	2.3	3.3	- 1.0
Bonds and Debentures	14.0	8.8	+ 5.2	13.6	7.8	+ 5.8	0.1	0.3	- 0.2	0.3	0.7	- 0.5
Common and Preference Stocks	152.4	145.2	+ 7.2	150.3	142.6	+ 7.6	0.1	-	+ 0.1	2.0	2.5	- 0.5
United Kingdom Securities, Total	2.2	3.1	- 1.0	0.3	2.8	- 2.5	1.8	0.3	+ 1.5	-	-	-
Bonds and Debentures	0.9	2.3	- 1.4	0.1	2.2	- 2.1	0.8	0.1	+ 0.7	-	-	-
Common and Preference Stocks	1.2	0.9	+ 0.4	0.2	0.6	- 0.4	1.0	0.2	+ 0.8	-	-	-
Other Foreign Countries Securities, Total	3.6	7.3	- 3.6	3.3	6.7	- 3.4	0.2	0.2	-	0.2	0.3	- 0.2
Bonds and Debentures	3.2	4.5	- 1.3	3.0	4.1	- 1.1	0.2	0.2	-	-	0.2	- 0.2
Common and Preference Stocks	0.4	2.8	- 2.4	0.3	2.7	- 2.4	-	-	-	0.1	0.1	-
Foreign Short-Term Securities (1 yr. or less)	-	-	-	-	-	-	-	-	-	-	-	-
Foreign Other Securities	1.4	0.6	+ 0.8	0.8	0.6	+ 0.2	0.6	-	+ 0.6	-	-	-
Total	799.5	735.6	+63.9	614.7	608.9	+ 5.8	76.8	53.9	+22.9	107.9	72.7	+35.2

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, 1945-1954

	1945	1946	1947	1948	1949	1950	1951	1952	1953	1954
(Millions of dollars)										
<u>Bonds and Debentures (1)</u>										
Government of Canada -										
Sales	112.8	147.0	42.3	28.3	48.3	231.9	98.7	29.4	60.1	124.5
Purchases	40.1	46.4	48.4	40.1	49.2	56.6	187.6	157.5	97.8	152.8
Net	+ 72.7	+100.6	- 6.1	- 11.8	- 0.9	+175.3	- 88.9	-128.1	- 37.7	- 28.2
Dominion Guaranteed -										
Sales	13.6	2.7	3.1	2.2	1.6	8.2	1.6	3.1	7.8	11.6
Purchases	1.5	2.2	3.3	1.8	2.0	0.3	0.3	30.9	17.8	42.1
Net	+ 12.1	+ 0.5	- 0.2	+ 0.4	- 0.4	+ 7.9	+ 1.3	- 27.8	- 10.0	- 30.5
Provincial -										
Sales	24.1	11.2	6.3	9.0	8.0	17.0	11.1	6.3	14.8	12.6
Purchases	4.7	8.4	9.0	3.6	2.9	2.5	12.9	29.8	22.7	41.7
Net	+ 19.4	+ 2.8	- 2.7	+ 5.4	+ 5.1	+ 14.5	- 1.8	- 23.5	- 7.8	- 29.2
Municipal -										
Sales	8.3	6.9	7.7	4.4	9.7	1.7	4.1	0.9	1.4	8.6
Purchases	2.8	7.5	6.7	4.1	5.3	1.5	1.4	5.2	4.5	5.4
Net	+ 5.5	- 0.6	+ 1.0	+ 0.3	+ 4.4	+ 0.2	+ 2.7	- 4.3	- 3.1	+ 3.2
Railway, Other -										
Sales	5.6	1.6	4.5	3.1	3.8	9.0	11.7	13.2	7.0	6.8
Purchases	1.2	2.2	2.8	1.7	3.8	2.0	5.6	4.8	6.0	5.2
Net	+ 4.4	- 0.6	+ 1.7	+ 1.4	+ *	+ 7.0	+ 6.1	+ 8.4	+ 0.9	+ 1.7
Other Corporations -										
Sales	22.9	44.6	19.4	7.4	21.0	35.5	42.3	32.0	22.1	39.1
Purchases	8.5	16.5	7.6	8.8	17.4	24.9	14.2	23.8	16.3	22.8
Net	+ 14.4	+ 28.1	+ 11.8	- 1.4	+ 3.6	+ 10.6	+ 28.1	+ 8.2	+ 5.8	+ 16.3
Unspecified -										
Sales	6.5	4.1	7.7	9.3	9.6	7.3	10.4	2.4	-	-
Purchases	3.7	1.9	13.2	13.5	11.4	8.7	10.6	3.4	-	-
Net	+ 2.8	+ 2.2	- 5.5	- 4.2	- 1.8	- 1.4	- 0.2	- 1.0	-	-
<u>Common and Preference</u>										
Stocks -										
Sales	90.8	102.1	49.0	89.1	63.4	137.7	278.3	320.3	261.3	411.1
Purchases	81.4	119.8	67.4	89.1	77.4	155.0	235.4	249.0	240.5	290.1
Net	+ 9.4	- 17.7	- 18.4	- *	- 14.0	- 17.3	+ 42.9	+ 71.3	+ 20.9	+121.0
Short-Term Securities -										
Sales	-	*	0.1	0.2	2.0	5.2	15.4	1.7	0.2	1.3
Purchases	0.1	0.3	0.1	0.8	2.7	7.7	17.9	0.9	0.6	0.2
Net	- 0.1	- 0.3	- *	- 0.6	- 0.7	- 2.5	- 2.5	+ 0.8	- 0.4	+ 1.1
Other Securities -										
Sales	*	*	0.1	0.2	0.3	3.7	5.3	8.3	4.9	10.3
Purchases	-	0.1	*	0.4	0.6	3.3	4.8	6.5	4.2	10.4
Net	+ *	- *	+ 0.1	- 0.2	- 0.3	+ 0.4	+ 0.5	+ 1.8	+ 0.7	- 0.1

* Less than \$50,000.

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

SALES AND PURCHASES OF CANADIAN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, 1945-1954
(Millions of Dollars)

Table 3C

Year	Total Canadian Securities			Bonds			Stocks			Other Securities		
	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -
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	119.8	- 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
1954	625.9	570.6	+ 55.3	203.2	269.9	- 66.7	411.1	290.1	+121.0	11.6	10.6	+ 1.0

Prior to 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, 1945-1954
(Millions of Dollars)

Table 3D

Year	Total United States Securities			Government Bonds			Other Bonds			Stocks		
	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -	Sales	Purchases	Net Sales + Purch. -
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
1954	166.4	154.0	+ 12.4	7.3	6.7	+ 0.6	6.7	2.1	+ 4.6	152.4	145.2	+ 7.2

Prior to 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
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 - 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
1954 - January	94.60	3.53	92.60	3.63	98.69	2.61
February	95.66	3.43	92.80	3.62	99.66	2.53
March.....	97.85	3.22	93.10	3.59	100.60	2.43
April	99.63	3.04	93.75	3.54	101.13	2.37
May	99.92	3.01	94.37	3.49	100.47	2.44
June.....	100.07	2.99	95.21	3.41	100.30	2.45
July	100.80	2.88	95.82	3.36	101.28	2.35
August.....	100.95	2.85	96.84	3.27	101.09	2.37
September	100.81	2.87	96.97	3.26	100.56	2.43
October	100.89	2.86	97.41	3.22	100.22	2.47
November	100.52	2.92	97.95	3.18	99.76	2.52
December	100.56	2.91	96.67	3.29	99.67	2.53

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	
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 - 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
1954 - January	97.29	157.4	60.3	81.9	195.4
February	96.65	163.2	62.1	83.4	199.6
March.....	97.08	165.0	61.5	84.3	204.9
April	98.25	173.6	64.8	89.3	212.7
May	98.43	179.5	64.4	89.4	219.8
June.....	98.13	180.5	63.9	90.0	221.8
July	97.44	182.3	64.9	92.0	231.1
August.....	97.02	187.0	67.8	95.6	236.4
September	96.97	189.5	68.3	96.4	238.5
October	96.98	190.2	66.2	95.0	243.5
November	96.92	199.5	65.6	97.0	252.2
December	96.80	206.8	67.6	100.9	..

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