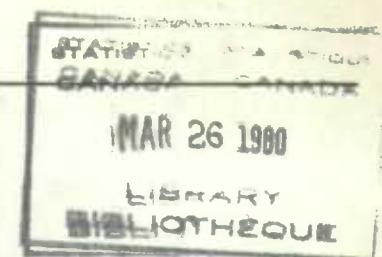


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**SALES AND PURCHASES OF SECURITIES  
BETWEEN CANADA AND OTHER COUNTRIES**

**Security Transactions - First Quarter, 1954**

Portfolio security transactions during the first three months of 1954 resulted in a net capital inflow of \$171 million. This was the largest net quarterly movement into Canada since the end of fixed exchange rates in the third quarter of 1950, and reflected principally sales abroad of new Canadian issues for \$169 million. Provincial direct and guaranteed securities accounted for the largest part of the total, but corporate and municipal bonds were also of importance. Sales of new issues of Canadian stocks were light. Retirements of foreign-held Canadian securities during the first quarter are estimated to have totalled \$16 million.

Trade in outstanding Canadian issues led to a sales balance or capital import of \$16 million. Net sales of Canadian stocks amounted to \$21 million and were partly offset by net repurchases of other Canadian securities. This represented a reversal of the direction of movements during the final quarter of 1953. In that quarter there were net repurchases by Canadians of stocks, partly offset by net sales of other outstanding Canadian securities. Taking into account trading in both Canadian and foreign outstanding issues, in the three months ending March 1954 there were capital inflows of \$8 million from the United States and \$12 million from the United Kingdom and other overseas countries. In the preceding quarter there had been outflows of \$6 million to the United States and inflows of \$20 million from other countries.

**Security Transactions between Canada and Other Countries**

Net Sales (+) or Purchases (-) by Canadians	1953				1954 p
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	First Quarter
(Millions of dollars)					
Canadian securities					
Outstanding issues .....	+ 10	- 36	- 4	- 1	+ 16
New issues .....	+ 132	+ 60	+ 15	+ 135	+ 169
Retirements .....	- 28	- 88	- 9	- 17	- 16
Foreign securities					
Outstanding issues .....	+ 2	+ 3	+ 1	+ 15	+ 4
New issues .....	- 1	- 2	- 1	- 19	- 2
Retirements .....	+ 1	-	-	-	-
Total - all securities .....	+ 116	- 63	+ 2	+ 113	+ 171

p - preliminary

**Trade in Outstanding Securities - March, 1954**

For the seventh consecutive month there was a net inward movement of capital to Canada from trade in outstanding securities in March. This was wholly due to transactions with the United Kingdom, for a small capital export occurred to the United States, and there was a capital export to overseas countries other than the United Kingdom for the first month since December 1950. On the whole non-residents disposed of Canadian government obligations but added to their holdings of Canadian corporate bonds and stocks.

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 retirements 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. More complete statistics of capital movements will be found in the annual and quarterly reports on The Canadian Balance of International Payments.

Prepared in the Balance of Payments Section, International Trade Division.  
7503-504:25-5-54

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. -
<b>1952</b>												
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
<b>1953</b>												
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
<b>1954</b>												
Total (3 mos.).....	156.6	136.3	+ 20.3	116.6	108.6	+ 8.0	20.9	11.6	+ 9.4	19.1	16.2	+ 2.9
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.....												
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.

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

March, 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 .....	15,650	22,661	8,918	14,398	4,139	2,385	2,593	5,878
<i>Canadian Issues:</i>								
Government of Canada — Direct .....	4,753	13,120	1,265	6,522	2,449	1,355	1,039	5,243
Government of Canada — Guaranteed ....	1,045	1,775	603	1,422	50	285	392	68
Provincial .....	1,405	2,300	213	1,991	791	284	401	25
Municipal .....	89	892	52	859	37	32	-	1
Railway, not guaranteed by Government	356	407	283	398	11	7	62	2
Other Corporations .....	5,212	1,956	3,835	1,330	718	401	659	225
<i>United States Issues:</i>								
Government.....	968	1,965	928	1,686	-	-	40	279
Other .....	566	81	566	61	-	-	-	20
<i>United Kingdom Issues:</i>								
Government .....	54	5	4	-	50	5	-	-
Other .....	4	3	-	3	4	-	-	-
Other Foreign Countries Issues .....	1,198	157	1,169	126	29	16	-	15
<i>Common &amp; Preference Stocks:</i>								
Canadian .....	29,476	22,149	22,816	18,467	2,919	1,018	3,741	2,664
United States .....	9,908	7,140	9,823	7,080	-	-	85	60
United Kingdom .....	20	53	6	2	11	51	3	-
Other Foreign Countries .....	14	13	7	-	7	12	-	1
<i>Short-Term Securities (1 yr. or less):</i>								
Canadian .....	-	-	-	-	-	-	-	-
Other Countries .....	27	-	27	-	-	-	-	-
<i>Other Securities:</i>								
Canadian .....	892	2,774	672	2,638	144	102	76	34
Other Countries .....	150	4	9	4	141	-	-	-
Total .....	56,137	54,794	42,278	42,589	7,361	3,568	6,498	8,637

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

Three months ending March, 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.-
<b>Bonds and Debentures, Total.....</b>	<b>48.6</b>	<b>53.6</b>	<b>- 5.0</b>	<b>29.7</b>	<b>37.9</b>	<b>- 8.2</b>	<b>9.8</b>	<b>7.3</b>	<b>+ 2.5</b>	<b>9.1</b>	<b>8.4</b>	<b>+ 0.7</b>
<i>Canadian Issues:</i>												
Government of Canada — Direct .....	19.0	24.9	- 5.9	10.0	13.0	- 3.0	4.3	4.9	- 0.6	4.7	7.0	- 2.3
Government of Canada — Guaranteed .....	7.2	10.7	- 3.5	4.3	9.6	- 5.3	1.1	1.0	+ 0.1	1.8	0.2	+ 1.7
Provincial .....	3.1	3.8	- 0.8	0.6	3.3	- 2.7	1.5	0.5	+ 1.0	0.9	-	+ 0.9
Municipal .....	1.2	1.8	- 0.6	1.1	1.7	- 0.6	0.1	0.1	-	-	-	-
Railway, not guaranteed by Government .....	2.0	1.4	+ 0.6	1.3	1.4	- 0.1	0.5	-	+ 0.5	0.2	-	+ 0.2
Other Corporations .....	10.3	4.2	+ 6.1	6.9	3.0	+ 3.9	2.1	0.7	+ 1.4	1.3	0.5	+ 0.8
<i>United States Issues:</i>												
Government .....	1.8	2.8	- 1.0	1.7	2.5	- 0.8	-	-	-	-	0.3	- 0.2
Other .....	2.5	0.8	+ 1.7	2.4	0.3	+ 2.0	-	-	-	0.1	0.5	- 0.3
<i>United Kingdom Issues:</i>												
Government .....	0.1	1.3	- 1.2	-	1.3	- 1.3	0.1	-	+ 0.1	-	-	-
Other .....	-	0.7	- 0.7	-	0.7	- 0.7	-	-	-	-	-	-
<i>Other Foreign Countries Issues .....</i>	<i>1.5</i>	<i>1.2</i>	<i>+ 0.3</i>	<i>1.4</i>	<i>1.1</i>	<i>+ 0.3</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
<b>Common &amp; Preference Stocks:</b>												
Canadian .....	79.7	58.4	+21.3	60.0	47.3	+12.7	10.3	3.9	+ 6.4	9.4	7.1	+ 2.3
United States .....	25.8	20.7	+ 5.1	25.3	20.1	+ 5.2	0.1	-	-	0.5	0.5	- 0.1
United Kingdom .....	0.1	0.1	-	-	-	-	0.1	0.1	-	-	-	-
Other Foreign Countries .....	-	-	-	-	-	-	-	-	-	-	-	-
<b>Short-Term Securities (1 yr. or less):</b>												
Canadian .....	0.1	-	+ 0.1	0.1	-	+ 0.1	-	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-	-	-	-	-
<b>Other Securities:</b>												
Canadian .....	1.9	3.3	- 1.4	1.4	3.0	- 1.6	0.3	0.2	+ 0.1	0.1	0.1	-
Other Countries .....	0.4	0.2	+ 0.2	0.1	0.2	- 0.1	0.3	-	+ 0.3	-	-	-
<b>Total .....</b>	<b>156.6</b>	<b>136.3</b>	<b>+20.3</b>	<b>116.6</b>	<b>108.6</b>	<b>+ 8.0</b>	<b>20.9</b>	<b>11.6</b>	<b>+ 9.4</b>	<b>19.1</b>	<b>16.2</b>	<b>+ 2.9</b>

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

March, 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
<b>Canadian Securities, Total .....</b>	43,228	45,373	29,739	33,627	7,119	3,484	6,370	8,262
Bonds and Debentures .....	12,860	20,450	6,251	12,522	4,056	2,364	2,553	5,564
Common and Preference Stocks .....	29,476	22,149	22,816	18,467	2,919	1,018	3,741	2,664
Short-term securities (1 yr. or less) .....	-	-	-	-	-	-	-	-
Other Securities .....	892	2,774	672	2,638	144	102	76	34
<b>United States Securities, Total .....</b>	11,442	9,186	11,317	8,827	-	-	125	359
Bonds and Debentures .....	1,534	2,046	1,494	1,747	-	-	40	299
Common and Preference Stocks .....	9,908	7,140	9,823	7,080	-	-	85	60
<b>United Kingdom Securities, Total .....</b>	78	61	10	5	65	56	3	-
Bonds and Debentures .....	58	8	4	3	54	5	-	-
Common and Preference Stocks .....	20	53	6	2	11	51	3	-
<b>Other Foreign Countries Securities, Total....</b>	1,212	170	1,176	126	36	28	-	16
Bonds and Debentures .....	1,198	157	1,169	126	29	16	-	15
Common and Preference Stocks .....	14	13	7	-	7	12	-	1
<b>Foreign Short-Term Securities (1 yr. or less)</b>	27	-	27	-	-	-	-	-
<b>Foreign Other Securities .....</b>	150	4	9	4	141	-	-	-
<b>Total .....</b>	56,137	54,794	42,278	42,589	7,361	3,568	6,498	8,637

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

Three months ending March, 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.-
<b>Canadian Securities, Total</b>	<b>124.4</b>	<b>108.6</b>	<b>+15.8</b>	<b>85.7</b>	<b>82.3</b>	<b>+ 3.4</b>	<b>20.3</b>	<b>11.4</b>	<b>+ 8.9</b>	<b>18.4</b>	<b>14.8</b>	<b>+ 3.6</b>
Bonds and Debentures	42.7	46.9	- 4.1	24.2	32.0	- 7.7	9.6	7.2	+ 2.3	8.9	7.7	+ 1.3
Common and Preference Stocks	79.7	58.4	+21.3	60.0	47.3	+12.7	10.3	3.9	+ 6.4	9.4	7.1	+ 2.3
Short-term securities (1 yr. or less)	0.1	-	+ 0.1	0.1	-	+ 0.1	-	-	-	-	-	-
Other Securities	1.9	3.3	- 1.4	1.4	3.0	- 1.6	0.3	0.2	+ 0.1	0.1	0.1	-
<b>United States Securities, Total</b>	<b>30.1</b>	<b>24.2</b>	<b>+ 5.8</b>	<b>29.4</b>	<b>22.9</b>	<b>+ 6.4</b>	<b>0.1</b>	<b>-</b>	<b>+ 0.1</b>	<b>0.6</b>	<b>1.3</b>	<b>- 0.6</b>
Bonds and Debentures	4.3	3.6	+ 0.7	4.1	2.8	+ 1.3	-	-	-	0.2	0.7	- 0.6
Common and Preference Stocks	25.8	20.7	+ 5.1	25.3	20.1	+ 5.2	0.1	-	-	0.5	0.5	- 0.1
<b>United Kingdom Securities, Total</b>	<b>0.3</b>	<b>2.1</b>	<b>- 1.8</b>	<b>-</b>	<b>2.0</b>	<b>- 2.0</b>	<b>0.3</b>	<b>0.1</b>	<b>+ 0.2</b>	<b>-</b>	<b>-</b>	<b>-</b>
Bonds and Debentures	0.1	2.0	- 1.9	-	2.0	- 2.0	0.1	-	+ 0.1	-	-	-
Common and Preference Stocks	0.1	0.1	-	-	-	-	0.1	0.1	-	-	-	-
<b>Other Foreign Countries Securities, Total</b>	<b>1.5</b>	<b>1.2</b>	<b>+ 0.3</b>	<b>1.4</b>	<b>1.1</b>	<b>+ 0.3</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.1</b>	<b>-</b>
Bonds and Debentures	1.5	1.2	+ 0.3	1.4	1.1	+ 0.3	-	-	-	-	-	-
Common and Preference Stocks	-	-	-	-	-	-	-	-	-	-	-	-
<b>Foreign Short-Term Securities (1 yr. or less)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Foreign Other Securities</b>	<b>0.4</b>	<b>0.2</b>	<b>+ 0.2</b>	<b>0.1</b>	<b>0.2</b>	<b>- 0.1</b>	<b>0.3</b>	<b>-</b>	<b>+ 0.3</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>156.6</b>	<b>136.3</b>	<b>+20.3</b>	<b>116.6</b>	<b>108.6</b>	<b>+ 8.0</b>	<b>20.9</b>	<b>11.6</b>	<b>+ 9.4</b>	<b>19.1</b>	<b>16.2</b>	<b>+ 2.9</b>

N.B. As above figures are rounded, totals 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**

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 .....						
May .....						
June.....						
July .....						
August.....						
September .....						
October .....						
November .....						
December .....						

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



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**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		
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 .....						
May .....						
June .....						
July .....						
August .....						
September .....						
October .....						
November .....						
December .....						