



DOMINION BUREAU OF STATISTICS

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SALES AND PURCHASES OF SECURITIES

BETWEEN CANADA AND OTHER COUNTRIES

AUGUST, 1959

DOMINION BUREAU
OF STATISTICS

NOV 4 1959

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The net capital inflow from trade in outstanding securities between Canada and other countries during August amounted to \$22.3 million. The total included \$21.3 million from the net sale by Canadians of outstanding Canadian issues, comparing with \$22.8 million in July, and \$1.0 million from the net sale of outstanding foreign issues which was in sharp contrast with net purchases of \$10.9 million of these securities in July. The overall sales balance from trade in all outstanding issues of \$22.3 million in August was accordingly up sharply from the \$11.9 million recorded in July.

The net sales of outstanding Canadian securities in August were made up of \$13 million of bonds and debentures and \$8 million of stocks. Most of the bonds were Government of Canada direct issues. The net capital inflow involved \$9.4 million from the United States, \$3.9 million from the United Kingdom, and \$8.0 million from other overseas countries.

The sales balance of \$1.0 million of outstanding foreign securities reflected net sales of both bonds and stocks, and arose largely from trade with the United States. In July net purchases of both bonds and stocks contributed to the outflow of \$11 million which occurred.

While international transactions in Canadian treasury bills are not included in the data given in this series of reports, readers may be interested to learn that in August non-residents purchased more than \$40 million of these issues, but maturities of earlier issues were almost as large and holdings at the end of August were only slightly increased at nearly \$125 million.

Transactions in outstanding portfolio securities during the first eight months of 1959 led to a sales balance or net capital inflow of \$141 million. This balance is much larger than the balance of \$36 million recorded for the corresponding period of 1958, but is about the same as in 1957. There were, however, sharp differences in the composition of the totals. In 1957, the balance was made up overwhelmingly of Canadian stocks and arose entirely from trading with overseas countries. In 1959, Canadian bonds and stocks were of almost equal importance in the total, and Canadians were purchasing foreign securities rather than selling them as in 1957. About half the net movement in the 1959 period was from the United States.

Statistics on pages 2 to 7 of this bulletin cover transactions in outstanding securities reported by investment firms, stocks exchanges, and other security dealers in Canada. Sales of new issues and retirements of called or matured securities appear on page 8. Not included are security transactions of a short-term character analogous to changes in bank balances. 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.

TABLE 2. Trade in Outstanding Canadian 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.-
1957 - Year	881.7	789.9	+ 91.9	542.6	608.1	- 65.4	183.1	96.4	+ 86.7	156.0	85.3	+ 70.6
1958 - Year	667.9	583.3	+ 84.4	454.3	397.7	+ 56.5	103.6	96.3	+ 7.2	109.9	89.4	+ 20.7
1959 - January-August	602.4	442.2	+160.1	397.7	306.2	+ 91.5	74.3	72.4	+ 2.5	129.9	63.7	+ 66.2
1958 - January	39.2	36.5	+ 2.7	27.9	24.7	+ 3.2	5.7	6.6	- 0.9	5.6	5.2	+ 0.4
February	36.9	37.5	- 0.6	25.7	24.5	+ 1.3	3.8	7.4	- 3.6	7.4	5.6	+ 1.8
March	44.4	44.7	- 0.2	26.0	28.0	- 2.0	11.3	10.7	+ 0.6	7.2	6.0	+ 1.2
April	44.1	45.6	- 1.5	29.3	31.5	- 2.1	7.9	9.9	- 2.0	6.9	4.2	+ 2.7
May	69.1	58.7	+ 10.3	53.6	38.1	+ 15.5	8.4	5.9	+ 2.5	7.0	14.7	- 7.7
June	50.9	56.2	- 5.3	36.5	46.4	- 9.9	6.6	4.8	+ 1.7	7.8	4.9	+ 2.9
July	59.2	45.9	+ 13.2	38.4	29.1	+ 9.3	10.5	8.1	+ 2.4	10.3	8.7	+ 1.5
August	57.4	48.1	+ 9.3	39.0	37.0	+ 2.0	7.2	5.0	+ 2.2	11.2	6.1	+ 5.1
September	59.5	51.3	+ 8.3	39.6	30.4	+ 9.2	8.5	9.8	- 1.2	11.4	11.1	+ 0.3
October	80.0	59.7	+ 20.2	49.6	40.1	+ 9.5	15.9	9.9	+ 6.0	14.5	9.7	+ 4.8
November	66.5	50.3	+ 16.2	46.9	34.4	+ 12.5	9.7	9.3	+ 0.4	10.0	6.6	+ 3.4
December	63.2	44.8	+ 18.5	44.4	30.5	+ 13.9	8.1	7.7	+ 0.4	10.7	6.5	+ 4.1
Month not identified	-2.7	4.1	- 6.8	-2.8	3.0	- 5.8	-	1.1	- 1.1	0.1	-	+ 0.1
1959 - January	73.6	62.5	+ 11.1	48.8	41.7	+ 7.1	7.5	10.8	- 3.4	17.3	10.0	+ 7.3
February	74.3	55.3	+ 19.0	51.4	37.0	+ 14.3	7.8	9.5	- 1.7	15.1	8.8	+ 6.3
March	94.8	56.7	+ 38.1	65.9	40.8	+ 25.0	11.6	9.5	+ 2.1	17.3	6.3	+ 10.9
April	87.2	58.9	+ 28.3	63.0	44.4	+ 18.6	7.8	7.2	+ 0.6	16.5	7.3	+ 9.2
May	77.2	60.1	+ 17.1	55.4	44.6	+ 10.8	6.2	7.8	- 1.5	15.5	7.7	+ 7.8
June	71.1	61.5	+ 9.6	39.7	37.5	+ 2.2	14.3	14.2	+ 0.1	17.0	9.8	+ 7.2
July	75.0	52.2	+ 22.8	46.8	35.7	+ 11.1	10.7	8.4	+ 2.3	17.5	8.1	+ 9.4
August	56.3	35.0	+ 21.3	33.8	24.4	+ 9.4	8.9	5.0	+ 3.9	13.6	5.6	+ 8.0
September												
October												
November												
December												
Month not identified												

As figures are rounded, totals may not equal sum of component parts.

TABLE 3. Trade in Outstanding Foreign 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. -
1957 - Year	209.7	185.5	+ 24.2	192.0	171.8	+ 20.2	11.6	9.5	+ 2.0	6.1	4.2	+ 2.0
1958 - Year	202.4	186.3	+ 16.1	188.4	173.9	+ 14.4	6.3	4.1	+ 2.2	7.7	8.3	- 0.5
1959 - January - August	185.3	204.3	- 19.0	174.9	195.1	- 20.2	6.6	4.3	+ 2.3	3.8	4.9	- 1.2
1958 - January	12.6	9.1	+ 3.5	12.1	8.6	+ 3.5	0.5	0.4	-	0.1	-	-
February	14.7	9.7	+ 5.0	13.7	9.4	+ 4.3	0.9	0.3	+ 0.6	0.1	0.1	-
March	10.1	8.3	+ 1.8	9.6	7.9	+ 1.7	0.3	0.3	-	0.2	0.1	+ 0.1
April	13.8	14.7	- 0.9	13.1	13.8	- 0.7	0.7	0.4	+ 0.3	0.1	0.5	- 0.4
May	12.9	11.2	+ 1.7	12.6	10.6	+ 2.0	0.2	0.3	- 0.1	0.1	0.3	- 0.2
June	13.8	9.8	+ 4.0	13.4	9.3	+ 4.0	0.3	0.3	- 0.1	0.1	0.1	-
July	17.3	11.6	+ 5.7	16.7	10.6	+ 6.1	0.5	0.7	- 0.2	0.1	0.3	- 0.2
August	15.2	12.8	+ 2.4	14.7	11.6	+ 3.1	0.2	0.2	+ 0.1	0.2	0.9	- 0.7
September	21.1	20.7	+ 0.3	16.1	16.2	-	0.5	0.2	+ 0.3	4.4	4.4	-
October	26.6	18.0	+ 8.6	25.6	17.5	+ 8.0	0.5	0.3	+ 0.2	0.5	0.2	+ 0.3
November	17.1	17.3	- 0.2	15.6	16.6	- 1.0	0.7	0.4	+ 0.3	0.9	0.4	+ 0.5
December	24.6	19.3	+ 5.4	22.5	17.9	+ 4.5	1.1	0.3	+ 0.8	1.1	1.0	-
Month not identified	2.7	23.9	- 21.2	2.7	23.9	- 21.2	-	-	-	-	-	-
1959 - January	22.7	24.1	- 1.5	20.8	22.5	- 1.7	1.3	0.4	+ 0.9	0.6	1.2	- 0.6
February	21.0	21.0	-	20.0	18.9	+ 1.1	0.7	0.6	+ 0.1	0.2	1.4	- 1.2
March	23.2	22.2	+ 1.0	21.9	21.5	+ 0.4	0.5	0.3	+ 0.2	0.8	0.3	+ 0.5
April	32.1	29.3	+ 2.8	30.0	28.4	+ 1.6	1.2	0.6	+ 0.6	0.9	0.4	+ 0.5
May	26.2	33.1	- 6.9	25.0	32.1	- 7.1	0.9	0.7	+ 0.2	0.2	0.3	- 0.1
June	19.3	23.8	- 4.6	18.4	23.0	- 4.6	0.7	0.7	-	0.2	0.2	-
July	20.8	31.7	- 10.9	19.8	30.6	- 10.8	0.8	0.7	+ 0.1	0.2	0.5	- 0.3
August	20.1	19.0	+ 1.0	19.0	13.1	+ 0.9	0.5	0.4	+ 0.1	0.5	0.6	-
September												
October												
November												
December												
Month not identified												

As figures are rounded, totals may not equal sum of component parts.

TABLE 4. Trade in Outstanding Securities Between Canada and Other Countries

(Thousands of dollars)

August, 1959	Total Sales	Total Purchases	United States		United Kingdom		Other Foreign Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
Grand Total, Canadian and Foreign Securities	76,354	54,033	52,767	42,482	9,405	5,382	14,182	6,169
Canadian Securities, Total	56,292	35,002	33,788	24,417	8,897	4,980	13,607	5,605
Bonds and Debentures	18,718	5,663	8,950	3,065	2,970	1,157	6,798	1,441
Common and Preference Stocks	37,519	29,090	24,788	21,119	5,927	3,323	6,804	4,148
Other Securities	55	249	50	233	-	-	5	16
Foreign Securities, Total	20,062	19,031	18,979	13,065	508	402	575	564
United States Issues:								
Bonds and Debentures	1,885	724	1,385	705	-	-	-	19
Common and Preference Stocks	17,356	16,724	16,875	16,303	1	-	480	421
United Kingdom Issues:								
Bonds and Debentures	34	7	7	-	27	7	-	-
Common and Preference Stocks	500	399	47	5	422	394	31	-
Other Foreign Countries Issues:								
Bonds and Debentures	203	99	150	95	51	1	2	3
Common and Preference Stocks	81	121	12	-	7	-	62	121
All Other Foreign Securities	3	957	3	957	-	-	-	-
Analysis of Bonds and Debentures								
Canadian Issues:								
Government of Canada - Direct	14,261	2,176	6,647	1,229	2,319	399	5,295	548
Government of Canada - Guaranteed	830	79	226	29	67	21	537	29
Provincial	1,783	430	1,411	363	224	2	148	65
Municipal	136	264	43	44	-	1	93	219
Railway, not guaranteed by Government	103	152	82	89	4	17	17	46
Other Corporations	1,605	2,562	541	1,311	356	717	708	534
United States Issues:								
Government	716	257	716	257	-	-	-	-
Other	1,169	467	1,169	448	-	-	-	19
United Kingdom Issues:								
Government	24	-	-	-	24	-	-	-
Other	10	7	7	-	3	7	-	-

TABLE 5. Trade in Outstanding Securities Between Canada and Other Countries

(Millions of dollars)

Eight months ending August, 1959	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.-
Grand Total, Canadian and Foreign Securities	787.7	646.6	+141.1	572.6	501.3	+71.2	81.4	76.7	+ 4.8	133.7	68.6	+65.1
Canadian Securities, Total	602.4	442.2	+160.1	397.7	306.2	+91.5	74.8	72.4	+ 2.5	129.9	63.7	+66.2
Bonds and Debentures	169.8	91.0	+ 78.7	82.4	56.9	+25.5	26.7	18.7	+ 8.0	60.7	15.5	+45.2
Common and Preference Stocks	431.9	349.9	+ 82.0	314.7	248.3	+66.4	48.1	53.6	- 5.5	69.2	48.0	+21.1
Other Securities	0.7	1.3	- 0.6	0.6	1.0	- 0.4	-	0.1	- 0.1	0.1	0.2	- 0.1
Foreign Securities, Total	185.3	204.3	- 19.0	174.9	195.1	-20.2	6.6	4.3	+ 2.3	3.8	4.9	- 1.2
United States Issues:												
Bonds and Debentures	12.4	23.2	- 10.8	11.4	22.7	-11.3	-	-	-	1.0	0.5	+ 0.5
Common and Preference Stocks	161.0	170.8	- 9.8	158.9	167.0	- 8.1	0.3	0.1	+ 0.2	1.9	3.7	- 1.9
United Kingdom Issues:												
Bonds and Debentures	0.6	0.1	+ 0.6	0.4	-	+ 0.4	0.3	0.1	+ 0.2	-	-	-
Common and Preference Stocks	7.4	4.4	+ 3.1	1.4	0.3	+ 1.2	5.9	4.1	+ 1.8	0.1	-	+ 0.1
Other Foreign Countries Issues:												
Bonds and Debentures	1.2	3.6	- 2.4	0.8	3.2	- 2.4	0.1	-	+ 0.1	0.3	0.4	- 0.1
Common and Preference Stocks	2.2	1.0	+ 1.2	2.0	0.8	+ 1.2	-	-	-	0.2	0.2	-
All Other Foreign Securities	0.3	1.2	- 0.8	-	1.2	- 1.1	-	-	-	0.3	-	+ 0.3
Analysis of Bonds and Debentures												
Canadian Issues:												
Government of Canada - Direct	121.4	39.1	+ 82.2	52.7	20.9	+31.8	21.6	12.3	+ 9.2	47.1	5.8	+41.2
Government of Canada - Guaranteed	11.6	1.2	+ 10.4	7.2	0.6	+ 6.6	1.0	0.3	+ 0.7	3.3	0.2	+ 3.1
Provincial	9.8	13.7	- 3.8	6.6	11.5	- 4.9	1.5	1.0	+ 0.6	1.7	1.2	+ 0.5
Municipal	4.7	3.3	+ 1.4	2.7	2.8	- 0.1	0.8	0.1	+ 0.7	1.2	0.4	+ 0.8
Railway, not guaranteed by Government	2.9	3.7	- 0.8	2.5	2.3	+ 0.2	-	1.0	- 1.0	0.4	0.3	-
Other Corporations	19.3	30.0	- 10.7	10.6	18.6	- 8.1	1.7	3.9	- 2.2	7.0	7.5	- 0.5
United States Issues:												
Government	2.8	10.1	- 7.3	2.8	9.8	- 7.0	-	-	-	-	0.3	- 0.3
Other	9.6	13.1	- 3.5	8.7	12.9	- 4.3	-	-	-	0.9	0.2	+ 0.7
United Kingdom Issues:												
Government	0.5	0.1	+ 0.5	0.3	-	+ 0.3	0.2	-	+ 0.2	-	-	-
Other	0.1	-	+ 0.1	0.1	-	+ 0.1	-	-	-	-	-	-

As figures are rounded, totals may not equal sum of component parts.

TABLE 6. Trade in Outstanding Canadian Bonds and Debentures and Canadian Common and Preference Stocks Between Canada and Other Countries
(Millions of dollars)

Year and Month	Canadian Bonds and Debentures ¹						Canadian Common and Preference Stocks					
	Total Transactions			United States			Total Transactions			United States		
	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. -
1957 - Year	186.7	231.9	- 45.2	103.0	173.6	-70.6	695.0	558.0	+137.1	439.6	434.5	+ 5.2
1958 - Year	201.6	201.2	+ 0.3	117.5	127.2	- 9.8	466.3	332.1	+ 84.1	336.8	270.5	+66.3
1959 - January - August	169.3	91.0	+ 78.7	32.4	56.9	+25.5	431.9	349.9	+ 82.0	314.7	248.3	+66.4
1958 - January	12.5	10.5	+ 2.0	8.0	6.5	+ 1.6	26.7	26.1	+ 0.7	19.9	18.3	+ 1.7
February	15.3	16.5	- 1.2	9.6	11.2	- 1.6	21.6	20.9	+ 0.6	16.2	13.3	+ 2.9
March	17.2	19.3	- 2.1	5.8	10.9	- 5.1	27.2	25.3	+ 1.9	20.2	17.2	+ 3.0
April	14.2	19.2	- 5.0	8.5	12.1	- 3.6	30.0	26.4	+ 3.5	20.9	19.4	+ 1.5
May	28.5	28.5	-	22.5	16.5	+ 6.0	40.6	30.3	+ 10.4	31.2	21.7	+ 9.5
June	11.4	16.7	- 5.3	6.6	13.4	- 6.8	39.5	39.5	-	29.9	33.0	- 3.1
July	19.8	14.5	+ 5.3	10.7	8.8	+ 1.8	39.4	31.5	+ 8.0	27.8	20.3	+ 7.5
August	13.9	19.0	- 5.1	7.4	15.5	- 8.1	43.5	29.2	+ 14.4	31.6	21.5	+10.1
September	15.1	20.3	- 5.1	7.1	8.2	- 1.1	44.4	31.0	+ 13.4	32.5	22.2	+10.3
October	21.0	13.8	+ 7.2	9.5	9.0	+ 0.5	58.9	45.9	+ 13.1	40.1	31.0	+ 9.0
November	11.4	9.7	+ 1.6	7.0	6.2	+ 0.8	55.1	40.5	+ 14.6	39.9	28.2	+11.7
December	21.0	7.6	+ 13.4	14.7	4.5	+10.2	42.2	37.2	+ 5.0	29.7	26.1	+ 3.7
Month not identified	+ 0.3	+ 5.7	- 5.4	+ 0.3	+ 4.6	- 4.3	- 2.9	- 1.6	- 1.3	- 3.1	- 1.6	- 1.5
1959 - January	18.2	11.5	+ 6.7	10.0	6.2	+ 3.8	54.7	51.1	+ 4.0	38.1	35.5	+ 2.6
February	18.9	8.9	+ 10.0	11.4	5.2	+ 6.2	55.4	46.4	+ 8.9	40.0	31.9	+ 8.1
March	32.0	14.8	+ 17.2	17.2	10.1	+ 7.1	62.3	41.9	+ 20.4	43.2	30.7	+17.5
April	16.5	9.7	+ 6.9	8.8	6.9	+ 1.9	67.4	49.2	+ 18.3	51.0	37.5	+13.4
May	15.6	12.9	+ 2.7	9.0	10.2	- 1.2	60.8	47.2	+ 13.6	45.6	34.4	+11.2
June	24.3	17.5	+ 6.8	6.1	7.8	- 1.7	45.8	44.0	+ 1.8	32.6	29.7	+ 2.9
July	26.2	11.1	+ 15.1	11.5	8.3	+ 3.3	48.0	41.1	+ 6.9	34.4	27.4	+ 7.0
August	18.3	5.9	+ 12.9	9.0	3.3	+ 5.7	37.5	29.1	+ 8.4	24.3	21.1	+ 3.7
September												
October												
November												
December												
Month not identified												

As figures are rounded, totals may not equal sum of component parts.

¹ Includes also minor amounts of "Other" Canadian securities.

TABLE 7.

Domestic Government Bonds
(Last Wednesday of month)

Stock Prices

Exchange Rate



1010510310

Trade in Outstanding Canadian Securities Between Canada and All Countries

	1957		1958				1959	
	Fourth Quarter	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	First Quarter	Second Quarter	
(Millions of dollars)								
Bonds and debentures:								
Government of Canada, direct	+ 5	- 1	+ 1	- 4	+ 25	+ 29	+ 30	
Government of Canada, guaranteed	- 3	-	- 2	-	+ 1	+ 5	+ 3	
Provincial government (incl.guaranteed)	- 1	- 7	- 9	- 2	-	- 1	- 4	
Municipal government	- 2	-	-	- 1	-	+ 2	-	
Railways, not guaranteed by government	- 2	- 1	-	-	- 2	-	- 1	
Other corporations	- 13	+ 6	- 2	+ 1	- 3	-	- 7	
Sub-total, Bonds and debentures	- 16	- 3	- 12	- 6	+ 21	+ 35	+ 21	
Common and preference stock	+ 6	+ 3	+ 16	+ 34	+ 31	+ 33	+ 34	
Total	- 10	-	+ 4	+ 28	+ 52	+ 68	+ 55	

Proceeds of New Issues of Canadian Securities Sold to Non-Residents

	1957		1958				1959	
	Fourth Quarter	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	First Quarter	Second Quarter	
(Millions of dollars)								
Bonds and debentures:								
Government of Canada, direct	9	-	28	13	76	5	1	
Government of Canada, guaranteed	-	9	-	-	-	-	6	
Provincial government (incl.guaranteed)	26	68	97	1	1	102	38	
Municipal government	16	15	53	39	68	4	46	
Railways, not guaranteed by government	-	1	-	-	-	-	-	
Other corporations	28	78	95	40	20	4	30	
Sub-total, Bonds and debentures	79	171	273	93	115	116	141	
Common and preference stock	6	4	19	7	13	21	11	
Total	85	175	292	100	128	137	152	

Retirements of Canadian Securities held by Non-Residents

	1957		1958				1959	
	Fourth Quarter	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	First Quarter	Second Quarter	
(Millions of dollars)								
Bonds and debentures:								
Government of Canada, direct	5	-	7	1	17	20	19	
Government of Canada, guaranteed	-	-	-	-	-	-	-	
Provincial government (incl.guaranteed)	5	13	11	9	12	2	32	
Municipal government	14	7	8	7	8	6	7	
Railways, not guaranteed by government	-	2	-	-	-	4	-	
Other corporations	6	7	13	7	11	5	11	
Sub-total, Bonds and debentures	30	29	39	24	48	37	69	
Common and preference stock	-	-	12	-	4	-	3	
Total	30	29	31	24	32	37	72	