



# DOMINION BUREAU OF STATISTICS

OTTAWA - CANADA

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## SALES AND PURCHASES OF SECURITIES

### BETWEEN CANADA AND OTHER COUNTRIES

MARCH, 1960

#### Security Transactions - First Quarter, 1960

Canada's net import of capital from all transactions in portfolio securities during the first quarter of 1960 totalled \$210 million. This compared with \$139 million in the final quarter of 1959 and \$206 million in the corresponding quarter of 1959.

The statement on this page shows that the components of the net movement were broadly similar in character and magnitude to the preceding quarter, most of the change reflecting greater sales to non-residents of new issues of Canadian securities and smaller retirements of foreign-held Canadian issues. Also noteworthy was a reversal in the direction of net movements of foreign securities. In the first quarter of 1960 Canadians were net sellers, while net purchases were recorded in each quarter of 1959. The inflow from these transactions in the first quarter reflected on balance the resale by Canadians of outstanding issues of United States stocks.

Summaries of the transactions in Canadian securities showing separately by type of debtor, the trade in outstanding issues, new issues, and retirements, appear as usual on page 8. It will be noted that sales to non-residents of new issues of provincial governments fell sharply in the quarter, but that sales of new municipal issues rose to their highest quarterly level for many years. Sales to non-residents of new issues of corporate bonds and debentures rose from \$18 million in the fourth quarter of 1959 to \$72 million in the quarter under review. The first quarter figure compared with \$90 million for the whole of 1959 and was the highest since the second quarter of 1958. Nearly half the total for the first quarter represented issues of companies engaged in the financing of consumer durables. Among the factors contributing to the decline in retirements of foreign-held Canadian bonds and debentures was the absence during the quarter of any retirements for cash of Government of Canada issues.

#### Security Transactions between Canada and Other Countries

Net Sales (+) or Purchases (-) by Canadians	1959 p				1960 p
	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	First Quarter
	(Millions of dollars)				
Canadian securities:					
Outstanding issues- Bonds, etc.....	+ 34	+ 16	+ 33	+ 13	+ 20
- Stocks .....	+ 32	+ 34	+ 25	+ 21	+ 13
New issues .....	+178	+108	+205	+171	+203
Retirements .....	- 37	- 73	- 54	- 58	- 36
Foreign securities:					
Outstanding issues .....	- 1	- 9	- 4	- 4	+ 10
New issues .....	- 2	- 2	- 1	- 6	- 2
Retirements .....	+ 2	+ 2	+ 2	+ 2	+ 2
Total - all securities .....	+206	+ 76	+206	+139	+210

p - preliminary

#### Trade in Outstanding Securities - March, 1960

Trade in outstanding issues in March led to a net capital inflow of \$9.5 million, comprising \$7.7 million from the sale of Canadian issues and \$1.8 million from the sale of foreign issues. The total compared with \$20.1 million for February and \$13.3 million for January.

Prepared in the Balance of Payments Section, International Trade Division.

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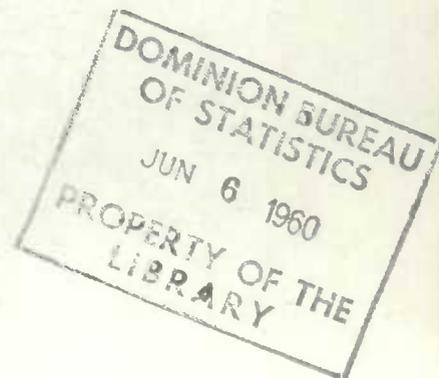


TABLE 2. Trade in Outstanding Canadian Securities Between Canada and Other Countries

(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.-
1958 - Year .....	668.8	581.3	+ 87.5	455.3	395.7	+ 59.5	103.6	96.2	+ 7.3	110.0	89.4	+ 20.6
1959 - Year .....	848.0	639.5	+208.6	531.0	430.7	+100.3	124.0	113.3	+ 10.7	193.1	95.5	+ 97.6
1960 - January - March .....	175.5	142.9	+ 32.6	97.5	87.1	+ 10.3	28.4	26.3	+ 2.1	49.6	29.4	+ 20.2
1959 - January .....	72.9	62.5	+ 10.4	48.1	41.7	+ 6.4	7.5	10.8	- 3.4	17.5	10.0	+ 7.3
February .....	73.9	55.3	+ 18.5	51.0	37.0	+ 13.9	7.8	9.5	- 1.7	15.1	8.8	+ 6.3
March .....	94.3	56.7	+ 37.6	65.4	40.8	+ 24.6	11.6	9.5	+ 2.1	17.3	6.3	+ 10.9
April .....	84.0	58.9	+ 25.1	59.8	44.4	+ 15.3	7.8	7.2	+ 0.6	16.5	7.3	+ 9.2
May .....	76.3	60.1	+ 16.3	54.6	44.6	+ 10.0	6.2	7.8	- 1.5	15.5	7.7	+ 7.8
June .....	70.0	61.5	+ 8.5	38.7	37.5	+ 1.2	14.5	14.2	+ 0.1	17.0	9.8	+ 7.2
July .....	74.1	51.8	+ 22.3	46.0	35.4	+ 10.6	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 .....	52.8	38.1	+ 14.7	29.5	22.0	+ 7.4	10.4	11.2	- 0.8	13.1	5.0	+ 8.1
October .....	64.9	45.5	+ 19.8	32.2	28.8	+ 3.8	11.6	9.1	+ 2.5	21.1	7.6	+ 13.4
November .....	58.3	55.1	+ 3.2	32.5	38.9	- 6.3	13.0	7.9	+ 5.1	12.8	8.3	+ 4.4
December .....	70.1	58.9	+ 11.2	39.7	35.1	+ 4.5	14.1	12.8	+ 1.3	16.3	10.9	+ 5.4
Month not identified .....	-	-	-	-	-	-	-	-	-	-	-	-
1960 - January .....	52.9	43.1	+ 9.8	29.9	29.3	+ 0.6	9.2	5.2	+ 4.0	13.8	8.6	+ 5.2
February .....	62.3	47.2	+ 15.1	34.5	27.4	+ 7.1	12.2	9.4	+ 2.7	15.7	10.4	+ 5.3
March .....	60.3	52.6	+ 7.7	33.1	30.5	+ 2.6	7.0	11.7	- 4.6	20.2	10.4	+ 9.7
April .....												
May .....												
June .....												
July .....												
August .....												
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.-
1958 - Year .....	201.8	188.8	+ 13.0	187.8	176.4	+ 11.3	6.3	4.1	+ 2.2	7.7	8.3	- 0.6
1959 - Year .....	273.9	292.2	- 18.3	258.6	278.9	- 20.3	10.5	7.8	+ 2.5	4.9	5.5	- 0.6
1960 - January- March .....	67.7	57.3	+ 10.3	65.1	55.9	+ 9.2	1.7	0.5	+ 1.2	0.9	1.0	- 0.1
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	18.1	+ 0.9	0.5	0.4	+ 0.1	0.6	0.6	-
September .....	23.9	18.2	+ 5.7	23.0	17.1	+ 5.9	0.6	1.1	- 0.5	0.4	0.1	+ 0.2
October .....	19.0	20.3	- 1.2	18.0	19.0	- 1.0	1.0	1.1	- 0.2	0.1	0.1	- 0.1
November .....	20.8	19.8	+ 1.0	19.8	19.0	+ 0.8	1.0	0.8	+ 0.2	-	0.1	- 0.1
December .....	24.8	28.3	- 3.5	23.0	27.6	- 4.6	1.1	0.5	+ 0.6	0.7	0.2	+ 0.5
Month not identified .....	-	1.2	- 1.2	-	1.2	- 1.2	-	-	-	-	-	-
1960 - January .....	24.4	20.8	+ 3.5	23.2	20.4	+ 2.7	0.8	0.3	+ 0.5	0.5	0.1	+ 0.3
February .....	22.1	17.1	+ 5.0	21.3	16.6	+ 4.7	0.7	0.1	+ 0.6	0.1	0.4	- 0.3
March .....	21.2	19.4	+ 1.8	20.6	18.8	+ 1.8	0.2	0.1	+ 0.1	0.3	0.4	- 0.1
April .....												
May .....												
June .....												
July .....												
August .....												
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)

March, 1960	Total Sales	Total Purchases	United States		United Kingdom		Other Foreign Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
<b>Grand Total, Canadian and Foreign Securities</b>	81,432	71,920	53,693	49,289	7,252	11,739	20,487	10,892
<b>Canadian Securities, Total</b>	60,259	52,561	33,059	30,461	7,028	11,655	20,172	10,445
Bonds and Debentures	25,485	18,962	10,703	10,271	1,766	4,456	13,016	4,235
Common and Preference Stocks	34,508	33,342	22,107	20,188	5,262	6,949	7,139	6,205
Other Securities	266	257	249	2	-	250	17	5
<b>Foreign Securities, Total</b>	21,173	19,359	20,634	18,828	224	84	315	447
United States Issues:								
Bonds and Debentures	2,441	3,383	2,317	3,196	9	-	115	187
Common and Preference Stocks	18,353	15,346	18,252	15,142	13	2	88	202
United Kingdom Issues:								
Bonds and Debentures	15	21	1	21	14	-	-	-
Common and Preference Stocks	204	74	10	2	187	72	7	-
Other Foreign Countries Issues:								
Bonds and Debentures	57	451	48	428	1	10	8	13
Common and Preference Stocks	17	63	6	18	-	-	11	45
All Other Foreign Securities	86	21	-	21	-	-	86	-
<b>Analysis of Bonds and Debentures</b>								
Canadian Issues:								
Government of Canada - Direct	15,423	10,217	3,964	4,566	1,359	3,446	10,100	2,205
Government of Canada - Guaranteed	2,849	504	1,173	229	19	203	1,657	72
Provincial	1,571	3,010	1,274	2,556	83	120	214	334
Municipal	593	438	498	401	-	2	95	35
Railway, not guaranteed by Government	44	350	23	298	2	11	19	41
Other Corporations	5,005	4,443	3,771	2,221	303	674	931	1,548
United States Issues:								
Government	1,199	2,889	1,175	2,739	-	-	24	150
Other	1,242	494	1,142	457	9	-	91	37
United Kingdom Issues:								
Government	14	-	-	-	14	-	-	-
Other	1	21	1	21	-	-	-	-

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

(Millions of dollars)

Three months ending March, 1960	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>Grand Total, Canadian and Foreign Securities</b>	243.2	200.2	+ 43.0	162.6	143.0	+ 19.5	30.1	26.8	+ 3.3	50.5	30.4	+ 20.1
<b>Canadian Securities, Total</b> .....	175.5	142.9	+ 32.6	97.5	87.1	+ 10.3	28.4	26.3	+ 2.1	49.6	29.4	+ 20.2
Bonds and Debentures .....	69.6	50.0	+ 19.6	30.2	25.4	+ 4.8	9.5	11.6	- 2.1	29.9	12.9	+ 16.9
Common and Preference Stocks .....	104.9	92.4	+ 12.6	66.3	61.4	+ 4.9	18.9	14.4	+ 4.4	19.7	16.5	+ 3.3
Other Securities .....	1.0	0.5	+ 0.4	0.9	0.2	+ 0.6	-	0.2	- 0.2	-	-	-
<b>Foreign Securities, Total</b> .....	67.7	57.3	+ 10.3	65.1	55.9	+ 9.2	1.7	0.5	+ 1.2	0.9	1.0	- 0.1
United States Issues:												
Bonds and Debentures .....	7.6	9.4	- 1.8	7.2	9.1	- 1.9	-	-	-	0.3	0.3	-
Common and Preference Stocks .....	57.5	45.7	+ 11.8	57.2	45.3	+ 12.0	-	-	-	0.2	0.4	- 0.2
United Kingdom Issues:												
Bonds and Debentures .....	0.2	0.1	+ 0.2	0.2	0.1	+ 0.1	-	-	-	-	-	-
Common and Preference Stocks .....	1.5	0.9	+ 0.6	-	0.5	- 0.4	1.4	0.4	+ 1.0	-	-	-
Other Foreign Countries Issues:												
Bonds and Debentures .....	0.6	1.1	- 0.5	0.4	0.9	- 0.5	-	-	-	0.2	0.1	+ 0.1
Common and Preference Stocks .....	0.3	0.2	+ 0.1	-	0.1	- 0.1	0.1	-	+ 0.1	0.1	0.1	-
All Other Foreign Securities .....	0.1	-	+ 0.1	-	-	-	-	-	-	0.1	-	+ 0.1
<b>Analysis of Bonds and Debentures</b>												
Canadian Issues:												
Government of Canada - Direct .....	40.5	22.4	+ 18.1	13.0	6.9	+ 6.1	6.5	8.5	- 2.0	21.0	7.1	+ 13.9
Government of Canada - Guaranteed .....	12.4	2.8	+ 9.6	7.2	1.6	+ 5.6	0.6	0.8	- 0.2	4.6	0.4	+ 4.2
Provincial .....	3.4	4.2	- 0.8	2.6	3.2	- 0.6	0.3	0.2	-	0.6	0.8	- 0.2
Municipal .....	1.7	1.8	- 0.2	0.9	1.6	- 0.7	0.1	0.1	+ 0.1	0.6	0.1	+ 0.4
Railway, not guaranteed by Government .....	0.2	0.8	- 0.6	0.1	0.7	- 0.6	-	-	-	0.1	0.1	-
Other Corporations .....	11.4	17.8	- 6.4	6.4	11.5	- 5.1	2.0	2.0	-	3.0	4.3	- 1.3
United States Issues:												
Government .....	3.0	7.1	- 4.1	2.9	6.9	- 3.9	-	-	-	-	0.2	- 0.2
Other .....	4.6	2.3	+ 2.3	4.2	2.2	+ 2.1	-	-	-	0.3	0.1	+ 0.2
United Kingdom Issues:												
Government .....	0.2	-	+ 0.2	0.1	-	+ 0.1	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-	-	-	-	-

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 <sup>1</sup>						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. -
1958 - Year .....	201.6	201.6	- 0.1	117.4	127.7	-10.2	467.3	379.7	+ 37.6	337.8	263.1	+69.7
1959 - Year .....	259.3	163.0	+ 96.3	113.9	90.6	+23.3	583.7	476.5	+112.3	417.1	340.1	+77.0
1960 - January- March .....	70.6	50.5	+ 20.1	31.1	25.7	+ 5.4	104.9	92.4	+ 12.6	66.3	61.4	+ 4.9
1959 - January .....	18.2	11.5	+ 6.7	10.0	6.2	+ 3.8	54.7	51.1	+ 3.7	38.1	35.5	+ 2.6
February .....	18.9	8.9	+ 10.0	11.4	5.2	+ 6.2	54.9	46.4	+ 8.5	39.6	31.9	+ 7.7
March .....	32.0	14.8	+ 17.2	17.2	10.1	+ 7.1	62.3	41.9	+ 20.4	48.2	30.7	+17.5
April .....	16.5	9.7	+ 6.9	8.2	6.9	+ 1.9	67.5	49.2	+ 18.3	51.0	37.6	+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	10.8	+ 15.4	11.5	7.9	+ 3.6	48.0	41.1	+ 6.9	34.4	27.4	+ 7.0
August .....	18.8	5.9	+ 12.9	9.0	3.3	+ 5.7	37.5	29.1	+ 8.4	24.8	21.1	+ 3.7
September .....	18.4	13.3	+ 5.1	5.8	4.7	+ 1.1	34.4	24.8	+ 9.6	23.6	17.3	+ 6.3
October .....	29.8	17.2	+ 12.5	11.1	9.9	+ 1.2	35.1	23.3	+ 6.8	21.1	19.0	+ 2.1
November .....	17.7	19.3	- 1.5	7.1	11.5	- 4.4	40.6	35.8	+ 4.8	25.5	27.4	- 1.9
December .....	23.0	21.3	+ 1.7	7.0	7.0	-	47.1	37.6	+ 9.5	32.7	28.1	+ 4.5
Month not identified .....	-	-	-	-	-	-	-	-	-	-	-	-
1960 - January .....	17.8	12.7	+ 5.1	8.2	7.1	+ 1.0	35.1	30.4	+ 4.8	21.7	22.1	- 0.4
February .....	27.0	18.6	+ 8.5	12.0	8.3	+ 3.7	35.3	23.7	+ 6.6	22.5	19.1	+ 3.4
March .....	25.7	19.2	+ 6.5	11.0	10.3	+ 0.7	34.5	33.3	+ 1.2	22.1	20.2	+ 1.9
April .....												
May .....												
June .....												
July .....												
August .....												
September .....												
October .....												
November .....												
December .....												
Month not identified .....												

As figures are rounded, totals may not equal sum of component parts.  
<sup>1</sup> Includes also minor amounts of "Other" Canadian securities.





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Trade in Outstanding Canadian Securities Between Canada and All Countries

	1958		1959				1960
	Third Quarter	Fourth Quarter	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	First Quarter
	(Millions of dollars)						
Bonds and debentures:							
Government of Canada, direct .....	- 4	+ 25	+ 28	+ 24	+ 35	+ 19	+ 18
Government of Canada, guaranteed .....	-	+ 1	+ 5	+ 4	+ 3	+ 1	+ 10
Provincial government (incl. guar.) ...	- 3	-	- 1	- 4	+ 1	- 1	- 1
Municipal government .....	- 1	-	+ 2	-	-	-	-
Railways, not guaranteed by government.	-	- 2	-	- 1	- 1	-	- 1
Other corporations .....	+ 1	- 3	-	- 7	- 5	- 6	- 6
Sub-total, Bonds and debentures .....	- 7	+ 21	+ 34	+ 16	+ 33	+ 13	+ 20
Common and preference stock .....	+ 35	+ 33	+ 32	+ 34	+ 25	+ 21	+ 13
Total .....	+ 28	+ 54	+ 66	+ 50	+ 58	+ 34	+ 33

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

	1958		1959				1960
	Third Quarter	Fourth Quarter	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	First Quarter
	(Millions of dollars)						
Bonds and debentures:							
Government of Canada, direct .....	13	26	6	1	23	12	9
Government of Canada, guaranteed .....	-	-	-	6	-	9	2
Provincial government (incl. guar.) ...	1	1	102	58	74	85	36
Municipal government .....	39	41	35	9	67	43	78
Railways, not guaranteed by government.	-	-	-	-	-	-	-
Other corporations .....	42	20	13	24	35	18	72
Sub-total, Bonds and debentures .....	95	88	156	98	199	167	197
Common and preference stock .....	7	13	22	10	6	4	6
Total .....	102	101	178	108	205	171	203

Retirements of Canadian Securities held by Non-Residents

	1958		1959				1960
	Third Quarter	Fourth Quarter	First Quarter	Second Quarter	Third Quarter	Fourth Quarter	First Quarter
	(Millions of dollars)						
Bonds and debentures:							
Government of Canada, direct .....	1	17	20	20	32	29	-
Government of Canada, guaranteed .....	-	-	-	-	-	-	-
Provincial government (incl. guar.) ...	9	12	2	32	2	4	13
Municipal government .....	7	8	5	8	6	14	4
Railways, not guaranteed by government.	-	-	4	-	-	-	2
Other corporations .....	10	10	6	10	7	9	17
Sub-total, Bonds and debentures .....	27	47	37	70	47	56	36
Common and preference stock .....	-	4	-	3	7	2	-
Total .....	27	51	37	73	54	58	36

Statistics on pages 2 to 7 of this bulletin cover transactions in outstanding securities reported by investment firms, stock exchanges, and other security dealers in Canada. Sales of new issues and retirements of called or matured Canadian securities appear above. 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.