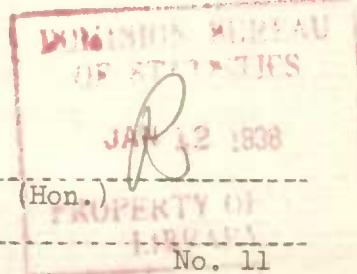


67 002

DEPARTMENT OF TRADE AND COMMERCE
DOMINION BUREAU OF STATISTICS - CANADA
INTERNAL TRADE BRANCH



Dominion Statistician: R. H. Coats, LL.D., F.R.S.C., F.S.S. (Hon.)
Chief, Internal Trade Branch: H. Marshall, B.A., F.S.S.
Vol. 3.

No. 11

Sales and Purchases of Securities Between Canada
and Other Countries.

November, 1937.

In November the international trade in securities declined in volume and changed in direction. Total sales exceeded total purchases principally as a result of the decline in Canadian purchases from the United States.

In the trade with the United States there was a change from the net outflow of capital from Canada to the United States that has accompanied these security transactions each month since February, 1937 to a net inward movement of capital in November. From October to November there was a swing from net purchases from the United States of \$7 million to net sales of about \$8 million. The net sales were divided between United States stocks and bonds and Canadian bonds, particularly Dominion government issues. Canada purchased on balance from the United States however, Canadian provincial, municipal and corporation issues.

The trade with the United Kingdom also changed in direction in November. Canadian purchases of Canadian stocks from the United Kingdom were greater than sales.

Canada continued to sell on balance Canadian stocks and bonds to other countries than the United Kingdom and the United States.

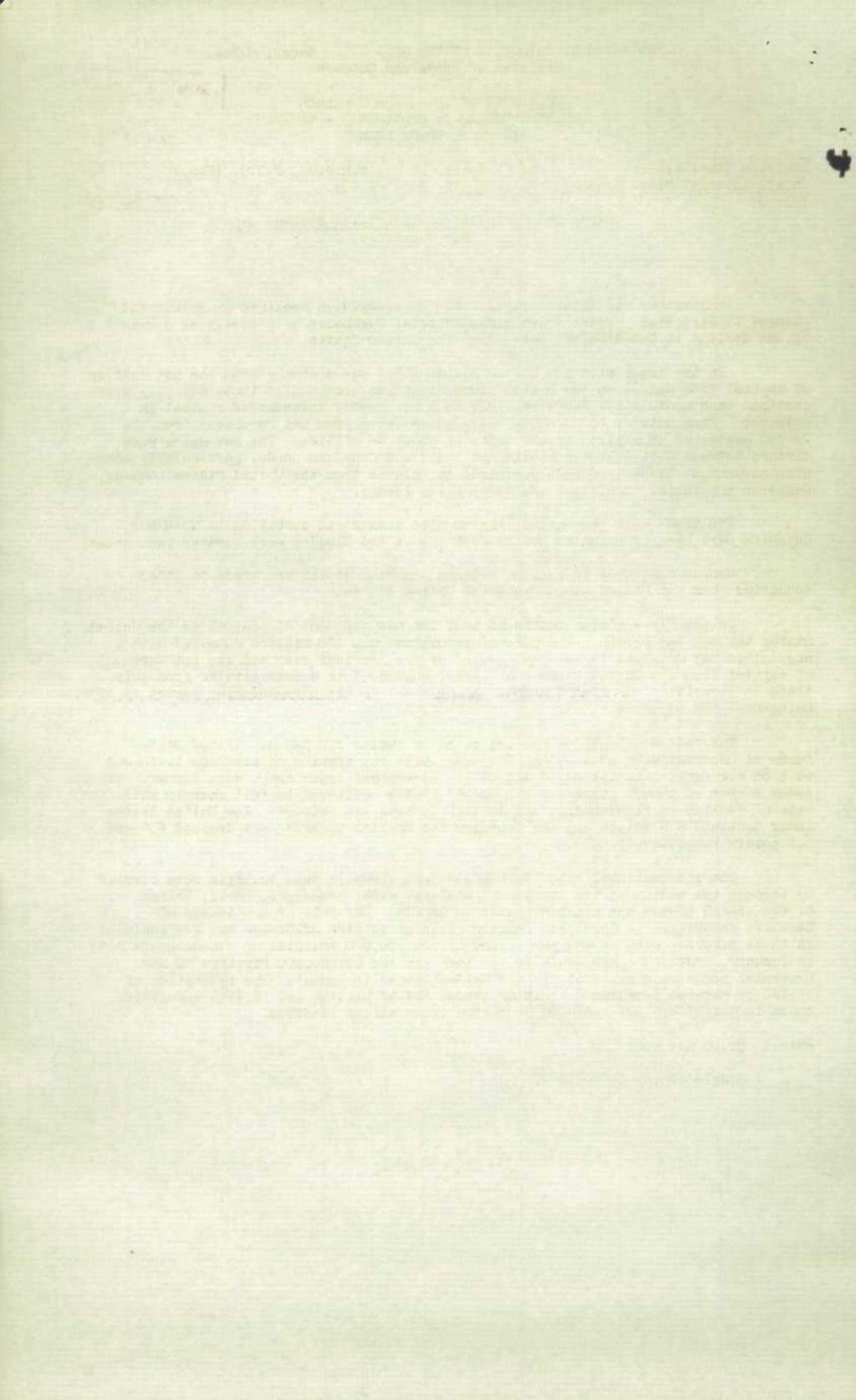
In the first eleven months of 1937 the net movement of capital to the United States through the purchase and sale of securities was \$38 million compared with a negligible net movement in the same period of the previous year and the net movement of capital from the United Kingdom and other countries to Canada arising from this trade in securities was almost double the movement in the corresponding period in 1936, being over \$32 millions.

The following changes are indicated in tables 4, 5 and 6. United States funds at Montreal were at a slight discount while the premium on sterling increased to 2.55 per cent. The prices of all of the government bonds shown were firmer. The index number of common stocks in the United States continued to fall sharply while the rate of decline of the Canadian and English indexes was reduced. The United States index declined 8.5 points and the Canadian and English indexes only dropped 2.7 and 0.8 points respectively.

The International security transactions shown in this bulletin were carried on through the medium of the investment dealers, stock exchanges, banks, United States branch houses and other agencies in Canada. The sale of new issues of Canadian securities to syndicate members resident outside of Canada are not included in these figures, such as the new issues of \$85,000,000 Dominion of Canada bonds sold in January, 1937, to a syndicate in New York and the \$3,250,000 Province of New Brunswick bonds sold privately in the United States in August. The redemption of called or matured Canadian securities abroad and of British and foreign securities owned in Canada are not included among the transactions recorded.

Price: \$1.00 per year

Single copies 10 Cents



Month	Sales to United States			Purchases from United States		
	1935	1936	1937	1935	1936	1937
January.....	15,001,508	45,260,642	42,881,080	23,044,678	28,974,654	54,739,139
February.....	14,691,217	36,260,759	49,310,107	11,969,013	28,329,794	45,650,662
March.....	27,046,720	24,403,261	48,358,262	12,050,506	20,041,317	50,610,233
April.....	22,834,736	16,853,198	39,135,489	13,935,444	15,371,360	52,262,574
May.....	22,057,755	12,075,199	20,111,563	10,976,937	15,246,883	24,309,193
June.....	16,359,575	17,317,821	18,566,071	8,499,061	19,240,228	22,536,053
July.....	18,120,727	18,811,327	18,026,252	10,513,211	25,417,735	20,865,276
August.....	23,057,940	21,530,362	27,127,502	25,526,842	29,555,781	27,675,195
September....	21,748,633	24,080,465	24,220,743	15,831,450	27,351,749	27,796,020
October.....	28,416,408	25,829,499	27,189,306	25,573,669	42,800,329	34,227,191
November (x).	27,714,098	56,817,932	31,578,986	18,490,740	47,616,566	23,777,099
Total, 11 (x) months	238,049,317	299,240,465	346,505,361	176,411,551	299,946,396	384,448,635

Month	Sales to United Kingdom			Purchases from United Kingdom		
	1935	1936	1937	1935	1936	1937
January.....	4,263,321	11,112,761	12,984,542	2,460,766	3,092,797	8,783,183
February.....	1,560,990	5,993,537	16,510,801	2,817,360	3,540,208	9,347,580
March.....	1,820,261	4,136,831	15,132,057	5,588,692	4,554,205	10,516,839
April.....	1,085,282	2,685,742	11,083,110	5,587,232	3,353,340	10,563,904
May.....	1,362,195	4,446,213	5,584,994	2,929,576	5,721,795	3,887,124
June.....	1,426,544	2,474,323	6,277,043	1,834,231	2,474,113	5,760,525
July.....	2,691,479	1,869,735	6,387,314	2,481,793	3,492,336	7,471,971
August.....	2,204,573	1,573,986	5,706,900	2,333,535	2,648,315	6,090,435
September....	2,816,503	5,331,130	11,397,782	5,225,269	6,175,718	5,942,375
October.....	3,056,239	10,886,018	7,099,205	5,646,187	6,170,885	5,967,950
November (x).	2,501,749	10,231,534	4,025,795	4,065,207	7,479,795	6,303,187
Total, 11 (x) months	24,789,136	60,741,810	102,189,543	40,967,848	48,703,507	80,635,073

Month	Sales to Other Countries			Purchases from Other Countries		
	1935	1936	1937	1935	1936	1937
January.....	210,842	155,938	3,283,360	263,481	485,588	1,529,031
February.....	182,902	264,844	3,341,683	491,935	173,778	1,213,627
March.....	145,869	647,802	2,960,691	1,676,263	349,362	1,669,642
April.....	238,226	699,177	2,723,951	452,857	961,034	1,760,174
May.....	339,835	471,946	1,126,186	414,054	731,932	671,463
June.....	284,556	567,493	1,734,634	183,075	781,820	664,543
July.....	261,852	1,034,339	1,679,400	208,540	313,160	697,899
August.....	136,460	771,771	1,741,559	175,066	439,917	725,602
September....	99,498	1,070,718	1,432,051	575,276	684,826	549,448
October.....	245,937	2,167,123	1,661,208	596,388	1,398,654	1,071,023
November (x).	328,209	2,562,847	1,272,713	510,094	1,080,889	1,270,211
Total, 11 (x) months	2,474,186	10,413,998	22,957,436	5,547,029	7,400,960	11,822,663

Month	Sales to All Countries			Purchases from All Countries		
	1935	1936	1937	1935	1936	1937
January.....	20,475,671	56,529,341	59,148,982	25,768,925	32,553,039	65,051,353
February.....	16,435,109	42,519,140	69,162,591	15,278,308	32,043,780	56,211,869
March.....	29,012,850	29,187,894	66,451,010	19,313,461	24,944,884	62,796,714
April.....	24,158,244	20,238,117	52,942,550	19,975,533	19,685,734	64,586,652
May.....	23,759,785	16,993,358	26,822,743	14,320,567	21,700,610	28,867,780
June.....	18,070,675	20,359,637	26,577,748	10,516,367	22,496,161	28,961,121
July.....	21,074,058	21,715,401	26,092,966	13,203,544	29,223,231	29,035,146
August.....	25,398,973	23,876,119	34,575,961	28,035,443	32,644,013	34,491,232
September....	24,664,634	30,482,313	37,050,576	21,631,995	34,212,293	34,287,843
October.....	31,718,584	38,882,640	35,949,719	31,816,244	50,369,868	41,266,164
November (x).	30,544,056	69,612,313	36,877,494	23,066,041	56,177,250	31,350,497
Total, 11 (x) months	265,312,639	370,396,273	471,652,340	222,926,428	356,050,863	476,906,371

(x) Subject to revision.

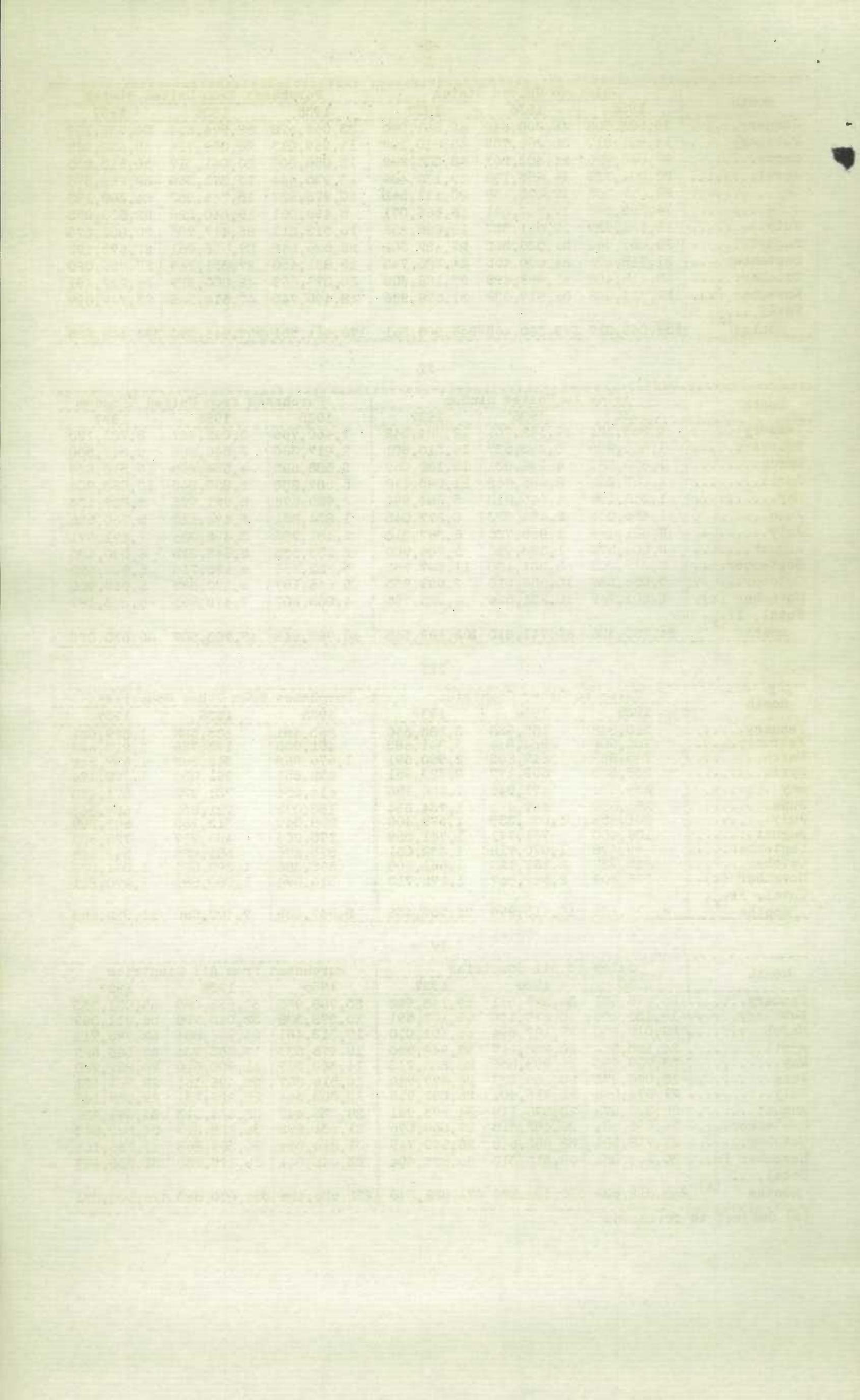


Table 2

Analysis of Trade in Securities Between Canada and Other Countries
November 1937

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
			\$	\$	\$	\$	\$	\$
Bonds and Debentures, Total.....	14,514,014	8,549,397	12,503,869	6,885,792	1,460,639	1,054,488	549,506	609,117
Canadian New issues.....	960,084	-	826,578	-	106,613	-	26,893	-
Canadian outstanding issues--								
Dominion.....	5,083,283	2,418,517	4,744,085	2,096,193	69,071	245,375	270,127	76,949
Provincial.....	440,216	668,497	399,869	547,734	2,013	105,316	38,334	15,447
Municipal.....	263,954	487,413	192,624	402,655	69,278	79,658	2,052	5,100
Guaranteed by the Dominion.....	677,256	548,219	264,229	458,579	348,470	55,214	64,557	34,426
Railway, Other.....	620,915	282,230	564,363	199,122	53,052	83,108	3,500	-
Other Corporations.....	1,141,220	2,099,274	441,656	1,499,780	621,327	431,787	78,237	167,707
United States new issues--								
Government.....	-	-	-	-	-	-	-	-
Other.....	-	73,110	-	73,110	-	-	-	-
United States outstanding issues--								
Government.....	3,711,519	-	3,711,519	-	-	-	-	-
Other.....	117,884	137,354	106,227	130,292	-	7,062	11,657	-
United Kingdom new issues--								
Government.....	-	7,067	-	7,067	-	-	-	-
Other.....	-	-	-	-	-	-	-	-
United Kingdom outstanding issues--								
Government.....	113,005	-	-	-	113,005	-	-	-
Other.....	5,295	35,100	-	16,800	5,295	6,300	-	12,000
Other Countries new issues.....	-	-	-	-	-	-	-	-
Other Countries outstanding issues.....	116,443	85,842	98,960	85,039	4,901	-	12,582	803
Unspecified Bonds and debentures.....	1,262,940	1,706,774	1,153,759	1,369,421	67,614	40,668	41,567	296,685
Common and Preference Stocks								
Canadian.....	8,677,334	10,126,775	5,499,486	5,636,761	2,484,463	3,846,584	693,385	643,430
United States.....	13,633,218	11,307,911	13,550,835	11,251,302	52,561	39,642	29,822	16,967
United Kingdom.....	30,942	8,673	3,673	-	27,269	8,673	-	-
Other Countries.....	20,392	4,476	19,694	676	698	3,800	-	-
Short-Term Securities (one year or less)....	-	1,350,000	-	-	-	1,350,000	-	-
Other Securities--								
Canadian.....	165	-	-	-	165	-	-	-
United States.....	929	2,568	929	2,568	-	-	-	-
United Kingdom.....	-	-	-	-	-	-	-	-
Other Countries.....	500	697	500	-	-	-	-	697
GRAND TOTAL	36,877,494	31,350,497	31,578,986	23,777,099	4,025,795	6,303,187	1,272,713	1,270,211

100019

Table 3

Purchase and Sale of Securities Between Canada and Other Countries, by Nationality
and Class of Security, November, 1937
(Summary Table)

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
Canadian Securities, Total.....	17,864,427	16,630,925	12,932,890	10,840,824	3,754,452	4,847,042	1,177,085	943,059
Bonds and Debentures.....	9,186,928	6,504,150	7,433,404	5,204,063	1,269,824	1,000,458	483,700	299,629
Common and Preference Stocks.....	8,677,334	10,126,775	5,499,486	5,636,761	2,484,463	3,846,584	693,385	643,430
Other Securities.....	165	-	-	-	165	-	-	-
United States Securities, Total.....	17,463,550	11,520,943	17,369,510	11,457,272	52,561	46,704	41,479	16,967
Bonds and Debentures.....	3,829,403	210,464	3,817,746	203,402	-	7,062	11,657	-
Common and Preference Stocks.....	13,633,218	11,307,911	13,550,835	11,251,302	52,561	39,642	29,822	16,967
Other Securities.....	929	2,568	929	2,568	-	-	-	-
United Kingdom Securities, Total.....	149,242	50,840	3,673	23,867	145,569	14,973	-	12,000
Bonds and Debentures.....	118,300	42,167	-	23,867	118,300	6,300	-	12,000
Common and Preference Stocks.....	30,942	8,673	3,673	-	27,269	8,673	-	-
Other Securities	-	-	-	-	-	-	-	-
Other Countries Securities, Total.....	137,335	91,015	119,154	85,715	5,599	3,800	12,582	1,500
Bonds and Debentures.....	116,443	85,842	98,960	85,039	4,901	-	12,582	803
Common and Preference Stocks.....	20,392	4,476	19,694	676	698	3,800	-	-
Other Securities.....	500	697	500	-	-	-	-	697
Short-Term Securities (one year or less)	-	1,350,000	-	-	-	1,350,000	-	-
Unspecified Bonds and Debentures.....	1,262,940	1,706,774	1,153,759	1,369,421	67,614	40,668	41,567	296,685
GRAND TOTAL	36,877,494	31,350,497	31,578,986	23,777,099	4,025,795	6,303,187	1,272,713	1,270,211

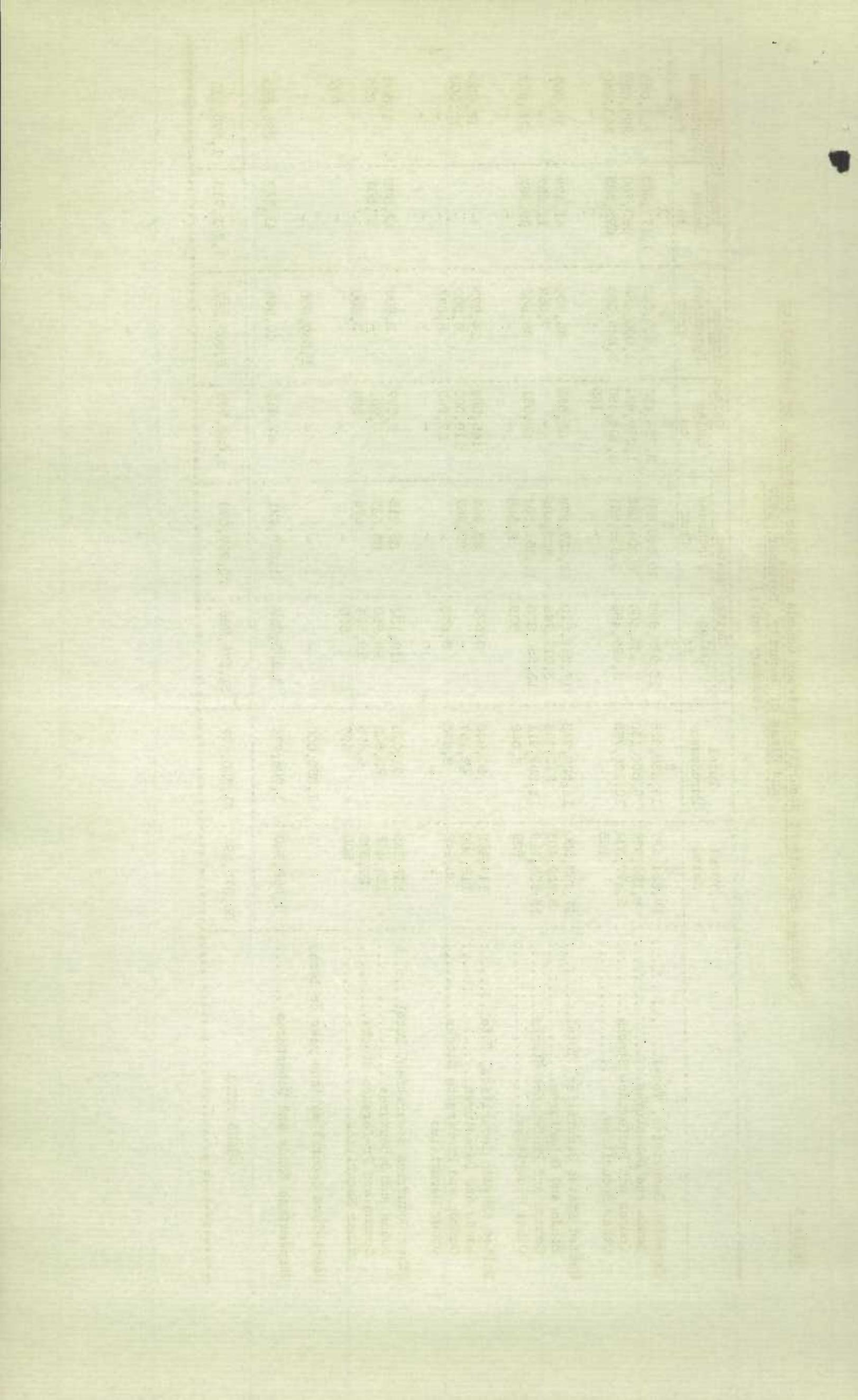


Table 4

-5-

Monthly Average of Daily Quotations and Premiums
or Discounts for New York Funds and Sterling

Montreal, 1935-1937

Month	1935		1936		1937	
	New York Funds at Montreal	Premium + Discount - %	New York Funds at Montreal	Premium + Discount - %	New York Funds at Montreal	Premium + Discount - %
January.....	.9986	-0.14	1.0005	+0.05	1.0003	+0.03
February.....	1.0013	+0.13	.9986	-0.14	1.0002	+0.02
March	1.0097	+0.97	1.0013	+0.13	.9995	-0.05
April	1.0049	+0.49	1.0047	+0.47	.9987	-0.13
May.....	1.0015	+0.15	1.0018	+0.18	.9984	-0.16
June.....	1.0014	+0.14	1.0026	+0.26	1.0005	+0.05
July.....	1.0022	+0.22	1.0008	+0.08	1.0013	+0.13
August.....	1.0027	+0.27	1.0001	+0.01	1.0001	+0.01
September.....	1.0080	+0.80	.9997	-0.03	1.0000	-
October	1.0141	+1.41	.9997	-0.03	.9997	-0.03
November.....	1.0105	+1.05	.9986	-0.14	.9992	-0.08
December.....	1.0093	+0.93	.9993	-0.07		
Year.....	1.0054	+0.54	1.0006	+0.06		

Month	1935		1936		1937	
	Sterling at Montreal	Premium + Discount - %	Sterling at Montreal	Premium + Discount - %	Sterling at Montreal	Premium + Discount - %
January.....	4.8870	+0.43	4.9657	+2.05	4.9092	+0.87
February.....	4.8835	+0.36	4.9940	+2.62	4.8953	+0.59
March.....	4.8247	-0.85	4.9783	+2.29	4.8824	+0.32
April.....	4.8622	-0.08	4.9673	+2.07	4.9095	+0.88
May.....	4.8958	+0.61	4.9798	+2.32	4.9313	+1.33
June.....	4.9426	+1.57	5.0328	+3.41	4.9380	+1.47
July.....	4.9674	+2.08	5.0269	+3.29	4.9736	+2.20
August.....	4.9850	+2.45	5.0265	+3.28	4.9826	+2.38
September.....	4.9701	+2.14	5.0390	+3.54	4.9532	+1.78
October.....	4.9778	+2.28	4.8972	+0.63	4.9542	+1.80
November.....	4.9776	+2.28	4.8817	+0.31	4.9908	+2.55
December.....	4.9755	+2.24	4.9042	+0.77		
Year.....	4,9293	+1.29	4.9749	+2.22		

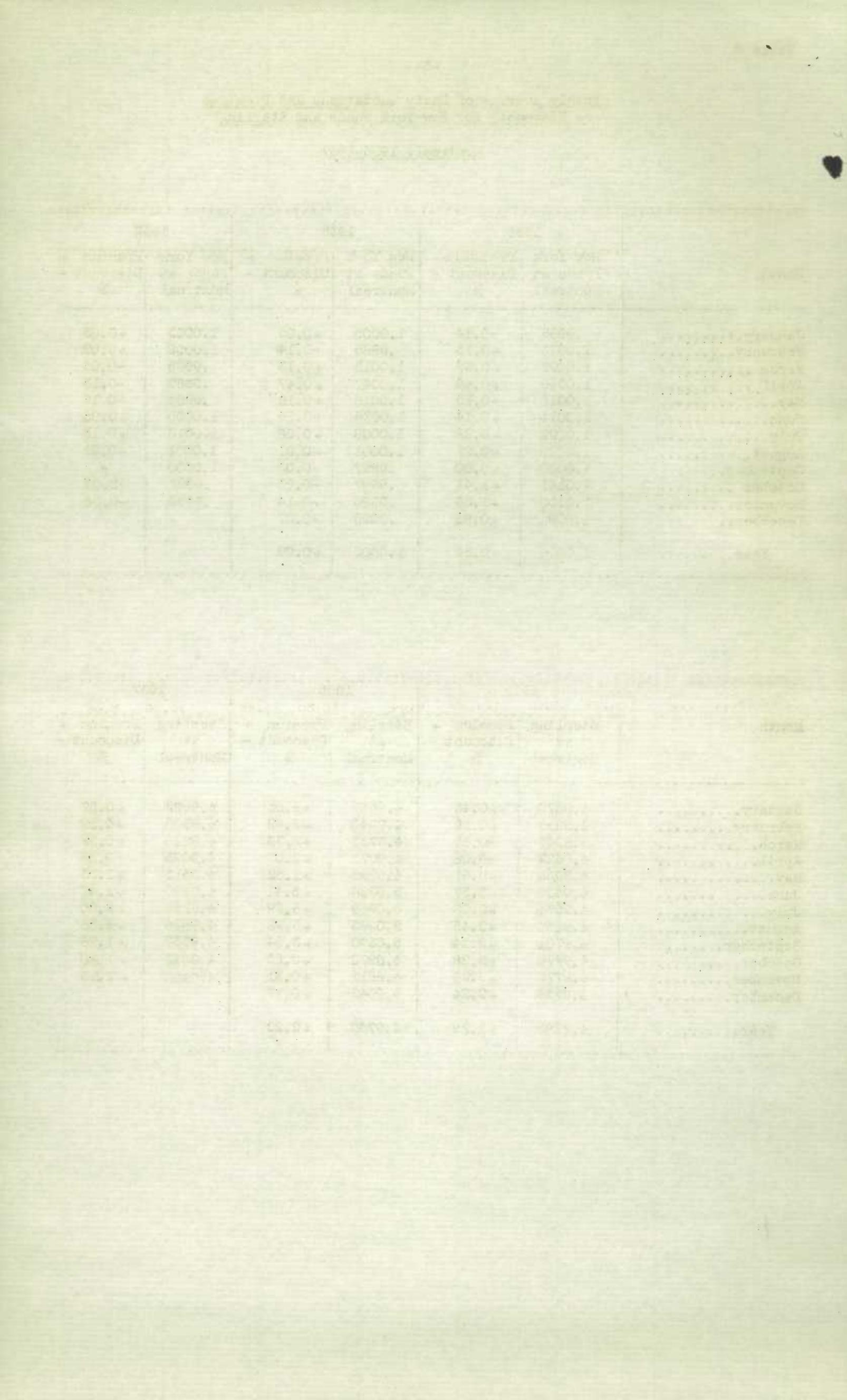


Table 5

-6-

Bid Price and Yield for Domestic Government
Bonds in Canada, United Kingdom and United States

Date	United Kingdom		United States		Dominion of Canada	
	3% War Loan Callable Dec. 1, 1952, or after ^x	Price Yield	3% of Sept. 15, 1955, callable on or after Sept. 15, 1951	4% of Nov. 1, 1958, callable on or after Nov. 1, 1948	3% of June 1, 1955, callable on or after June 1, 1950	Price Yield
<u>1934</u>						
January 17....	100.79	3.44	96.00	3.26	99.00	4.57
February 14....	101.27	3.41	97.18	3.18	99.75	4.52
March 14.....	102.48	3.32	98.29	3.11	103.00	4.22
April 18.....	103.15	3.27	99.24	3.05	104.50	4.09
May 16.....	102.90	3.29	100.23	2.98	105.15	4.03
June 13.....	102.25	3.34	101.00	2.93	105.00	4.04
July 18.....	103.66	3.23	102.10	2.84	105.85	3.96
August 14.....	103.78	3.22	100.12	2.99	106.85	3.87
September 12..	103.88	3.22	98.18	3.12	107.25	3.83
October 17....	104.42	3.18	100.50	2.96	106.00	3.94
November 14...	107.66	2.95	99.26	3.05	107.00	3.85
December 12...	107.13	2.98	100.15	2.99	110.75	3.51
<u>1935</u>						
January 16....	108.67	2.88	102.50	2.81	110.25	3.55
February 13...	105.78	3.08	103.00	2.77	108.00	3.74
March 13.....	105.76	3.08	102.23	2.83	108.85	3.67
April 17.....	106.55	3.02	103.19	2.76	109.25	3.63
May 15.....	106.79	3.00	103.28	2.75	109.85	3.57
June 12.....	105.13	3.12	103.24	2.75	108.75	3.66
July 17.....	106.30	3.03	104.40	2.66	109.00	3.64
August 14....	106.03	3.05	103.17	2.76	110.00	3.54
September 18..	102.70	3.29	101.30	2.88	104.25	4.08
October 16....	102.68	3.29	102.59	2.80	107.25	3.79
November 13...	105.17	3.11	102.59	2.80	107.75	3.74
December 18...	105.82	3.06	102.41	2.81	107.13	3.79
<u>1936</u>						
January 15....	105.63	3.07	103.06	2.76	107.63	3.74
February 19...	105.35	3.07	103.56	2.72	109.60	3.55
March 18.....	105.20	3.10	103.91	2.69	109.75	3.54
April 15.....	106.25	3.02	104.19	2.66	110.13	3.50
May 13.....	106.37	3.01	104.47	2.64	110.50	3.46
June 17.....	105.46	3.07	104.34	2.65	112.00	3.31
July 15.....	105.81	3.04	104.56	2.63	112.48	3.26
August 12....	105.86	3.04	104.72	2.62	113.63	3.15
September 16..	106.34	3.00	105.13	2.59	113.88	3.12
October 14....	106.95	2.95	104.97	2.60	111.63	3.32
November 12...	106.73	2.97	105.94	2.52	112.00	3.28
December 16...	105.73	3.04	106.28	2.49	112.75	3.20
<u>1937</u>						
January 13....	105.02	3.10	106.53	2.47	112.38	3.23
February 17...	101.05	3.41	106.38	2.48	109.50	3.50
March 17.....	100.78	3.43	104.81	2.60	107.25	3.73
April 14.....	101.64	3.36	102.44	2.79	107.88	3.66
May 13.....	102.29	3.31	102.09	2.82	108.50	3.59
June 16.....	100.79	3.44	102.47	2.79	109.75	3.45
July 14.....	99.96	3.50	102.97	2.74	109.75	3.45
August 18....	99.30	3.52	103.16	2.73	110.50	3.37
September 15..	99.35	3.52	102.44	2.79	110.50	3.36
October 15....	100.21	3.48	102.53	2.78	109.63	3.44
November 17...	101.47	3.37	103.06	2.73	110.00	3.40

^x All prices are quoted on an "and interest" basis. The price of the United Kingdom War Loan has been adjusted from the "flat" basis on which it is quoted in London.

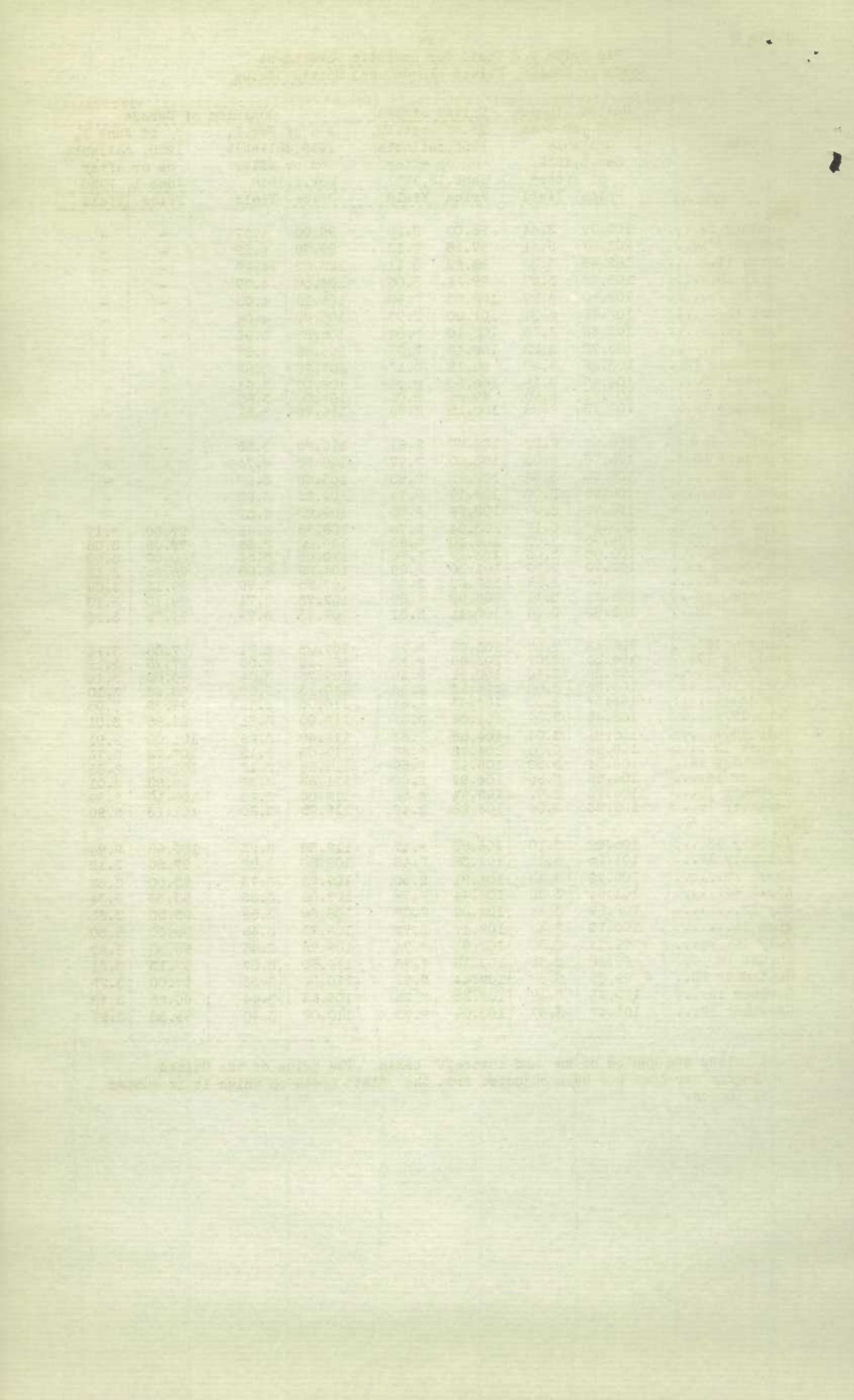


Table 6.

Index Numbers of Common Stocks Prices in Canada,

United Kingdom and United States, 1935 - 1937

(1926 = 100)

Month	Canada (96) (Dominion Bureau of Statistics)	England (92) (London and Cambridge Economic Service)x	United States (419) (Standard Statistics Co., Inc.)
<u>1935</u>			
January.....	88.6	119.2	69.7
February.....	87.8	115.7	67.8
March.....	84.4	113.1	63.9
April.....	86.4	113.9	67.5
May.....	93.6	119.2	73.1
June.....	93.8	122.6	76.0
July.....	92.4	122.6	79.4
August.....	94.7	128.8	83.3
September.....	93.6	122.6	85.0
October.....	96.1	120.9	86.1
November.....	105.8	129.6	94.2
December.....	107.4	127.9	95.7
<u>1936</u>			
January.....	112.9	134.0	101.7
February.....	120.7	138.3	106.7
March.....	117.4	134.8	108.7
April.....	115.9	139.2	108.9
May.....	112.8	134.0	101.0
June.....	113.8	134.0	105.6
July.....	114.3	136.6	109.2
August.....	114.7	143.5	113.0
September.....	119.5	144.4	114.1
October.....	126.9	147.9	118.7
November.....	131.8	147.0	124.2
December.....	129.2	145.2	122.8
<u>1937</u>			
January.....	137.4	147.0	126.0
February.....	142.4	143.5	129.5
March.....	147.2	135.7	129.9
April.....	136.2	135.7	124.5
May.....	132.2	134.0	116.3
June.....	129.4	128.8	113.6
July.....	133.0	130.5	117.8
August.....	135.2	132.3	120.5
September.....	118.9	127.0	106.4
October.....	105.8	120.9	91.4
November.....	103.1	120.1	82.9

x London and Cambridge Economic Service indexes have been converted from their original base to a 1926 base so as to render easier comparison with other series.

STATISTICS CANADA LIBRARY
BIBLIOTHÈQUE STATISTIQUE CANADA



1010508435