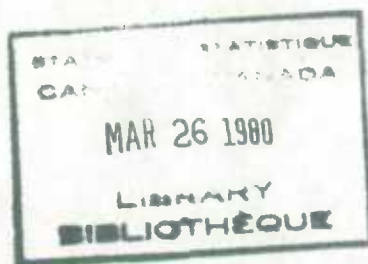


CATALOGUE No.

67-002 C.3

MONTHLY



SALES AND PURCHASES OF SECURITIES  
BETWEEN CANADA AND OTHER COUNTRIES  
DECEMBER 1964  
AND  
REVIEW OF SECURITY TRADING DURING 1964

*Published by Authority of*  
The Minister of Trade and Commerce

**DOMINION BUREAU OF STATISTICS**

National Accounts and Balance  
of Payments Division  
Balance of Payments Section

April 1965  
2206-503

Price: 20 cents  
\$2.00 a year

Vol. 30—No. 12



# SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

## Review of International Trade in Securities - 1964

A capital inflow of \$619 million resulted from transactions in portfolio securities between Canada and all other countries during 1964. Although higher than for several years, the level has been exceeded on a number of earlier occasions. In part the increase over 1963 reflects the depressed level of external borrowing by Canadians during the extended period over which the Interest Equalization Tax legislation was under debate in the United States. On balance some \$60 million of the inflow in 1964 reflected a net reduction in bonds sold but undelivered to residents of the United States. Other elements of the inflow covered new issues whose proceeds were used in whole or in part to repay advances from United States parent companies and were accordingly offset by outflows of direct investment capital to that country.

The enlarged inflow from security transactions greatly exceeded the inflow for direct investment in foreign-controlled enterprises - usually the major type of long-term capital inflow - which fell in 1964 to very low levels.

The gross value of transactions in long-term securities between Canada and other countries during 1964 totalled \$4,062 million, somewhat more than the previous year, although well over \$600 million less than in 1962. In addition to the movements in capital resulting from these transactions there is a substantial trade in short-term securities viz. instruments having an original term of one year or less, such as, treasury bills, commercial, finance and loan company paper, as well as "buy-back" arrangements based on nominally long-term securities.

The summary below, showing the composition of security transactions over the past eight years, shows that the proceeds from the sale of Canadian new issues to non-residents in 1964 continued the pattern of previous years and again greatly exceeded the total net capital inflow from all transactions in securities. All other transactions in Canadian securities in 1964 led to a net outflow of \$377 million while transactions in foreign issues resulted in a net movement outward of \$57 million.

## Security Transactions Between Canada and Other Countries

Net sales (+) or purchases (-) by Canadians	1957	1958	1959	1960	1961	1962	1963	1964
millions of dollars								
Canadian securities:								
Trade in outstanding bonds, etc. ..	- 45	-	+ 91	+ 3	+ 61	+ 64	+ 39	+ 77
Trade in outstanding stocks .....	+ 137	+ 88	+ 110	+ 51	+ 39	- 116	- 169	- 97
New issues .....	+ 798	+ 677	+ 707	+ 447	+ 538	+ 728	+ 968	+ 1,053
Retirements .....	- 133	- 158	- 258	- 265	- 300	- 320	- 335	- 357
Foreign securities:								
Trade in outstanding issues .....	+ 24	+ 13	- 32	- 19	- 5	- 68	+ 42	- 40
New issues .....	- 24	- 17	- 13	- 18	- 38	- 17	- 40	- 27
Retirements .....	+ 6	+ 7	+ 12	+ 18	+ 9	+ 20	+ 21	+ 10
Total - All securities .....	+ 763	+ 610	+ 617	+ 217	+ 304	+ 291	+ 526	+ 619

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 1964 are preliminary and data for 1963 are subject to revision.

Transactions in Canadian Securities between Canada and All Countries

		1962				
No.		First quarter	Second quarter	Third quarter	Fourth quarter	Total
millions of dollars						
<u>Trade in Outstanding Canadian Securities between Canada and All Countries</u>						
Bonds and debentures:						
1	Government of Canada, direct .....	+ 1	+ 1	+ 36	+ 16	+ 54
2	Government of Canada, guaranteed .....	+ 1	- 5	+ 1	- 1	- 4
3	Provincial government (incl. guar.) .....	- 1	+ 2	+ 4	+ 4	+ 9
4	Municipal .....	+ 1	+ 2	-	+ 7	+ 10
5	Railways, not guaranteed by government ..	- 1	-	-	- 1	- 2
6	Other corporations .....	- 4	+ 4	- 2	- 1	- 3
7	Sub-totals, bonds and debentures .....	- 3	+ 4	+ 39	+ 24	+ 64
8	Common and preference stock .....	- 13	- 45	- 26	- 32	- 116
9	Totals .....	- 16	- 41	+ 13	- 8	- 52
<u>Proceeds of New Issues of Canadian Securities Sold to Non-residents</u>						
Bonds and debentures:						
10	Government of Canada, direct .....	4	1	12	138	155
11	Government of Canada, guaranteed .....	-	-	-	-	-
12	Provincial government (incl. guar.) .....	13	8	13	114	148
13	Municipal government .....	5	4	29	36	74
14	Railways, not guaranteed by government ..	-	-	-	-	-
15	Other corporations .....	30	179	30	92	331
16	Sub-totals, bonds and debentures .....	52	192	84	380	708
17	Common and preference stock .....	4	5	4	7	20
18	Totals .....	56	197	88	387	728
<u>Retirements of Canadian Securities Held by Non-residents</u>						
Bonds and debentures:						
19	Government of Canada, direct .....	5	16	11	40	72
20	Government of Canada, guaranteed .....	14	-	-	-	14
21	Provincial government (incl. guar.) .....	5	13	2	2	22
22	Municipal government .....	8	11	6	16	41
23	Railways, not guaranteed by government ..	4	3	3	3	13
24	Other corporations .....	30	29	25	44	128
25	Sub-totals, bonds and debentures .....	66	72	47	105	290
26	Common and preference stock .....	7	2	6	15	30
27	Totals .....	73	74	53	120	320

Transactions in Canadian Securities between Canada and All Countries - Concluded

1963					1964					No.
First quarter	Second quarter	Third quarter	Fourth quarter	Total	First quarter	Second quarter	Third quarter	Fourth quarter	Total	
millions of dollars										
<u>Trade in Outstanding Canadian Securities between Canada and All Countries</u>										
+ 18	+ 15	- 2	- 3	+ 28	-	+ 10	+ 22	+ 9	+ 41	1
+ 2	+ 6	+ 3	+ 4	+ 15	+ 3	+ 3	+ 7	+ 6	+ 19	2
+ 3	+ 1	- 4	+ 1	+ 1	- 2	+ 1	+ 5	+ 11	+ 15	3
+ 1	-	-	-	+ 1	+ 2	+ 1	-	+ 2	+ 5	4
- 1	-	-	- 1	- 2	-	-	-	-	-	5
-	+ 5	- 4	- 5	- 4	+ 1	- 1	+ 3	- 6	- 3	6
+ 23	+ 27	- 7	- 4	+ 39	+ 4	+ 14	+ 37	+ 22	+ 77	7
- 56	- 44	- 27	- 42	- 169	- 44	- 8	- 5	- 40	- 97	8
- 33	- 17	- 34	- 46	- 130	- 40	+ 6	+ 32	- 18	- 20	9
<u>Proceeds of New Issues of Canadian Securities Sold to Non-residents</u>										
140	14	4	15	173	5	18	11	6	40	10
-	-	-	-	-	-	-	-	-	-	11
186	89	70	4	349	88	142	34	162	426	12
31	22	3	5	61	8	50	5	114	177	13
-	-	-	-	-	-	-	-	-	-	14
48	261	20	40	369	38	97	48	210	393	15
405	386	97	64	952	139	307	98	492	1,036	16
3	8	3	2	16	3	6	2	6	17	17
408	394	100	66	968	142	313	100	498	1,053	18
<u>Retirements of Canadian Securities Held by Non-residents</u>										
5	37	12	20	74	7	35	10	36	88	19
2	-	-	-	2	-	-	-	-	-	20
7	28	3	6	44	39	12	9	8	68	21
6	7	6	14	33	14	15	11	22	62	22
3	-	-	-	3	2	-	-	1	3	23
25	36	14	28	103	11	31	26	23	91	24
48	108	35	68	259	73	93	56	90	312	25
4	65	5	2	76	36	3	2	4	45	26
32	173	40	70	335	109	96	58	94	357	27



The main types of transactions which contributed significantly to the increase in capital inflows between 1963 and 1964 were an increase of \$217 million in new borrowings by Canadian provincial and municipal governments and corporations and a reduction of \$72 million in the outflow to repurchase outstanding Canadian equities. The net inflow for the purchase of outstanding Canadian bonds doubled to \$77 million. Major changes having the effect of reducing the increase in the net capital inflow were the decline of \$133 million in new Government of Canada issues sold abroad and a swing of \$80 million in all transactions in foreign securities from a net sales balance of \$23 million in 1963 to a net purchase balance of \$57 million in 1964. Retirements of Canadian securities held abroad rose for the seventh successive year reflecting mainly maturities of the heavy sales of previous years. The increase of \$22 million brought retirements to well over a third of a billion dollars.

Statistics compiled by the Bank of Canada show gross deliveries of new issues in both domestic and foreign capital markets, during 1964 by Canadian governments and corporations at about \$7,100 million. After deducting retirements of over \$4,200 million the net new supply was some \$2,900 million. Non-residents acquired on balance \$676 million of Canadian issues through purchases of new issues, trading in outstanding issues and redemptions of matured and called issues, equivalent to 24 per cent of the net new supply. This compared with 20 per cent in 1963 when, however, the net new supply was smaller. The reliance on the savings of non-residents was below the levels prevailing in the late 1950's.

The net new supply of \$556 million of Government of Canada direct and guaranteed issues was almost \$200 million smaller than in 1963, and non-resident net acquisitions were equal to 2 per cent. In 1963 the proportion had been 19 per cent but the figures included partial delivery of an issue placed on the United States market in 1962 to restore Canada's holdings of exchange. Net acquisitions by non-residents of other Canadian securities were equivalent to 29 per cent of the net new supply. This was 9 percentage points higher than in 1963, but lower than in some earlier periods.

#### Trade in outstanding issues in year 1964 and month of December

The net capital outflow arising from trade in outstanding portfolio securities between Canada and other countries during 1964 was \$60 million, bringing the total over the last three years to \$268 million. These outflows in the last three years were preceded by six successive years of net inflows aggregating some \$735 million.

Repatriation of Canadian stocks continued through 1964. Although at a reduced rate of some \$97 million compared with \$169 million and \$116 million of 1963 and 1962, this was still the major element in a third successive year of net purchases. There was also an outflow from Canada of \$40 million for the acquisition during 1964 of outstanding foreign securities following net sales of \$42 million in 1963. Non-residents increased their holdings of outstanding Canadian bonds and debentures by \$77 million, up from the net sales to them of \$39 million in 1963.

Net purchases by non-residents of outstanding Canadian bonds and debentures took place in each quarter of 1964, particularly in the latter half of the year. The inflow absorbed \$60 million of outstanding Government of Canada issues and \$20 million provincial and municipal obligations, while Canadians repurchased \$3 million issues of corporations.

In only two months of 1964, May and July, were there net sales to non-residents of outstanding Canadian common and preference stocks, amounting to \$9 million and \$7 million respectively, which made little overall impression on the continuing quarterly repatriation of these securities from abroad - a salient feature of recent years. Most of the net outflow of \$97 million occurred in the first and fourth quarters of the year, accounting for \$44 million and \$40 million respectively. The second and third quarters of 1964 registered much smaller net capital outflows of \$8 million and \$5 million respectively.

A series of annual net outflows of Canadian capital for the purchase of outstanding foreign securities extending from 1959 to 1962 was interrupted in 1963 by the net sale in that year of \$42 million of Canadian holdings. In 1964 Canadians resumed their net purchases, acquiring on balance \$40 million, principally United States stocks and bonds from residents of that country and of the United Kingdom. There were net outflows of Canadian capital during each quarter of the year but almost three quarters of the total flow took place in the second quarter.

In December, trade in outstanding Canadian and foreign issues resulted in a net capital outflow of \$21 million made up of \$18 million for the re-acquisition of Canadian securities (mainly the repatriation of common and preference stocks from abroad) and of \$3 million for the acquisition of foreign securities. The revised figures for the month of November disclose a similar pattern of net outflows for both Canadian and foreign securities in amounts of \$4 million and \$3 million respectively.

In both months Canadian net purchases were from residents of the United States and the United Kingdom and there were small net sales to residents of other overseas countries.

In 1954 and the years following ten special income-accumulating funds were organized in Canada with important advantages to United States investors under the tax structure in that country. Their essential characteristic was portfolio investment, and notwithstanding their legal status as Canadian corporations, they have been treated as representing United States portfolio investors. Their transactions in Canadian securities are included in statistics of international security trading. The subsequent transfer of domicile to the United States of one of these funds in 1963 and five in 1964, referred to below, has therefore had no effect on the method of treating transactions in Canadian securities by these funds for balance of payments purposes.

Since 1959 redemptions by these funds of their own shares exceeded sales. Changes in United States tax policy since have eliminated some of the advantages of these funds. Because for an extended period the funds retained their net income and because they also invested in other countries, their impact on Canada's balance of payments is not indicated by the redemption of their shares. Apart from the effects of transfers of domicile of five funds from Canada (which involved nearly \$90 million of Canadian securities), the market value of their holdings of Canadian securities rose by somewhat less than \$10 million during 1964 to about \$45 million at the end of the year. After allowance for changing market values it would appear that the funds ceased to be net sellers of Canadian securities in 1964. In the five preceding years their sales had totalled well over \$200 million.

At the end of 1964 the total investment, including unrealized capital appreciation, in the four remaining funds was approximately \$75 million. About \$25 million of the total was invested in foreign securities, mainly European, and a further \$5 million took the form of cash balances and other current assets. The investment in Canadian securities had a market value of about \$45 million, practically all equities. Most of this total is estimated to have been owned by United States investors.(1)

#### New issues and retirements

Sales of \$1,053 million of Canadian new issues to non-residents during 1964 were \$85 million above the level of the previous year. Details of the new issues, classified quarterly by issuer, and annually by currency of payment and issuer, appear in accompanying statements. Sales to non-residents of new issues of Canadian bonds and debentures payable in Canadian and in foreign currencies were each at high levels in 1964. Non-residents purchased about 2 1/2 per cent of gross new issues payable in Canadian dollars (issues mainly directed at the domestic market), little changed from the past two years. Sales of new issues payable optionally or solely in foreign currencies representing about 84 per cent of all new issues sold to non-residents were at the same relative level as in 1963. There were no Government of Canada new issues denominated in foreign currencies or placed on foreign capital markets in 1964 in contrast to 1963 when the second instalment of a foreign currency issue negotiated in the United States in 1962 was delivered. Deliveries during the first half of 1964 included the final two instalments, each of U.S. \$50 million, of a U.S. \$300 million issue by a provincial authority, arranged and partially delivered in the previous year in connection with the take-over of private utilities. Many provinces and all the major municipalities borrowed to some extent in 1964 in the United States capital market. There were wide disparities between the timing of offerings and of resulting capital flows. Offerings to non-residents of new issues of Canadian securities rose slightly in the first quarter of 1964 from the unusually low levels prevailing since the Interest Equalization Tax proposal was first submitted to the United States Congress in July of 1963. Borrowings by Canadian residents on the New York capital market increased during the year with most activity centred around the beginning of September when the legislation was promulgated and the anticipated exemption for Canadian new issues was established. Most of the offerings in the second quarter of 1964 were taken up in the same quarter, however there were substantial offerings in the third quarter which were not delivered until the fourth. During 1964 as a whole offerings in the

(1) Estimates in these paragraphs are based on balance sheet data which do not correspond precisely with the calendar year.



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

	1957	1958	1959	1960	1961	1962	1963	1964
millions of dollars								
Bonds and debentures payable optionally or solely in foreign currencies:								
Government of Canada, direct .....	-	-	-	-	-	134	135	-
Government of Canada, guaranteed .....	-	-	-	-	-	-	-	-
Provincial government (incl. guaranteed) .....	130	162	321	93	32	112	332	411
Municipal government .....	115	143	148	118	29	59	40	157
Railways, not guaranteed by government ..	-	-	-	-	-	-	-	-
Other corporations .....	393	189	54	87	308	277	304	313
Totals .....	638	494	523	298	369	582	811	881
Bonds and debentures payable in Canadian dollars only:								
Government of Canada, direct .....	16	67	42	19	37	21	38	40
Government of Canada, guaranteed .....	-	9	14	11	-	-	-	-
Provincial government (incl. guaranteed) .....	6	6	13	10	34	36	17	15
Municipal government .....	8	5	10	15	18	15	21	20
Railways, not guaranteed by government ..	-	1	-	-	-	-	-	-
Other corporations .....	69	52	58	68	35	54	65	80
Totals .....	99	140	137	123	124	126	141	155
Bonds and debentures:								
Government of Canada, direct .....	16	67	42	19	37	155	173	40
Government of Canada, guaranteed .....	-	9	14	11	-	-	-	-
Provincial government (incl. guaranteed) .....	136	168	334	103	66	148	349	426
Municipal government .....	123	148	158	133	47	74	61	177
Railways, not guaranteed by government ..	-	1	-	-	-	-	-	-
Other corporations .....	462	241	112	155	343	331	369	393
Sub-total, bonds and debentures .....	737	634	660	421	493	708	952	1,036
Common and preference stocks .....	61	43	47	26	45	20	16	17
Totals .....	798	677	707	447	538	728	968	1,053



United States amounted to \$930 million, appreciably higher than in 1963 but somewhat lower than the 1962 total. Normally some part of the new issues placed by Canada in the United States is resold by the underwriters there to investors in other countries. There was a substantial reduction in the volume of new offerings in the latter half of the fourth quarter from the abnormally high levels in September and October. One of the factors accounting for this decrease was the decline in long-term interest rates in Canada in this period which narrowed the Canadian - United States interest rate differential. The undelivered balance of sales at the end of 1964 was only \$67 million, half the 1963 year-end figure and only one-fifth of the amount undelivered at the end of 1962.

The trend towards increasing retirements of Canadian securities held abroad continued during 1964 with an outflow amounting to \$357 million. This is in large part a direct consequence of the massive volume of new borrowing undertaken in the earlier post-war period. In addition some bond retirements, chiefly those occurring through the operation of sinking funds, are accomplished by repurchase in the open market and appear in the statements as trading of outstanding issues. Retirements of governmental bond issues accounted for 61 per cent of the total outflow for retirements in 1964 in contrast with the two previous years when retirement of the funded debt and equity issues of corporations formed the major component. The outflows stemming from the purchase of private utility companies by provincial authorities considerably augmented retirements in both these earlier years and, although much less in 1964, this factor was the major contributor to the total of equity retirements.

Canadians purchased \$27 million of new foreign securities in 1964 chiefly from the United States and overseas countries other than the United Kingdom. This investment abroad was substantially below the outflow of \$40 million in 1963. Retirements of Canadian-held foreign securities resulted in a capital inflow of \$10 million in 1964 coming mainly from the United States and overseas countries other than the United Kingdom.

Offerings and Deliveries of New Issues of Canadian Bonds and Debentures  
sold to Residents of the United States

Year and quarter	Offerings	Deliveries of prior offerings	Offerings for later delivery	Proceeds of new issues	Undelivered balance at end of period
millions of dollars					
1961 .....	385	85	33	437	53
1962 .....	957	29	309	677	333
1963 .....	698	322	116	904	127
1964 .....	930	122	62	990	67
1962 - III .....	366	5	295	76	319
IV .....	385	152	166	371	333
1963 - I .....	512	192	310	394	451
II .....	126	267	25	368	209
III .....	30	70	8	92	147
IV .....	30	23	3	50	127
1964 - I .....	96	62	28	130	93
II .....	236	88	35	289	40
III .....	293	13	219	87	246
IV .....	305	225	46	484	67

# Transactions by Areas

The United States has long been the principal source of the capital arising from Canada's international transactions in portfolio securities. Only twice over the past two decades, in 1947 and 1955, have there been net outflows to that country in any year as a whole. The inflow from the United States in 1964 totalled \$660 million, compared with \$632 million a year earlier. As detailed in Table 1 transactions with United States investors in Canadian securities produced \$707 million, trade in foreign securities resulted in net Canadian purchases of \$47 million from the United States.

Portfolio transactions with the United Kingdom have resulted in net purchases by Canada in each of the past five years, aggregating in all \$356 million. In 1964 Canada received \$19 million for the acquisition of new Canadian issues but net repatriation from Britain of Canadian securities by repurchase and retirement amounted to \$64 million, and in addition, there was an outflow of \$8 million from Canada to acquire British holdings of outstanding foreign securities, mainly of the United States. Those transactions brought the total outflow from Canada to \$53 million.

The direction of capital movements with other overseas countries was reversed in 1964. An inflow of \$12 million followed outflows in each of the three preceding years. Transactions in Canadian securities cause a net inflow of \$14 million following net outflows of \$74 million and \$21 million in 1962 and 1963; Canadians increased their net holdings of foreign securities by \$2 million after net acquisitions of \$9 million and \$1 million in 1962 and 1963.

## Summary of Trade in Outstanding Securities between Canada and Other Countries

	Sales by Canadians		Purchases by Canadians		Net sales (+) or purchases (-)	
	1963	1964	1963	1964	1963	1964
millions of dollars						
<b>Canadian Securities</b>						
By country:						
United States .....	359	420	422	433	- 63	- 13
United Kingdom .....	146	146	205	174	- 59	- 28
Other countries .....	150	196	158	175	- 8	+ 21
Total - All countries .....	655	762	785	782	- 130	- 20
By class of security:						
Bonds and debentures(1) .....	239	227	200	150	+ 39	+ 77
Common and preference stocks ...	416	535	585	632	- 169	- 97
Total - Canadian securities ..	655	762	785	782	- 130	- 20
<b>Foreign Securities</b>						
By country:						
United States .....	395	471	352	507	+ 43	- 36
United Kingdom .....	12	13	15	20	- 3	- 8
Other countries .....	23	31	21	28	+ 2	+ 4
Total - All countries .....	430	515	388	555	+ 42	- 40
By class of security:						
Bonds and debentures(1) .....	63	47	42	55	+ 21	- 8
Common and preference stocks ...	367	468	346	500	+ 21	- 32
Total - Foreign securities ...	430	515	388	555	+ 42	- 40

(1) Includes minor amounts of "Other" securities.

# International short-term money market transactions

Apart from the long-term capital movements in portfolio securities there has been a growing volume of international transactions in recent years in short-term securities, such as Government of Canada treasury bills and the promissory notes of commercial, finance and loan companies.

Holdings by non-residents of Canadian treasury bills fell by \$16 million during 1964. The volume of transactions was about a third lower than in 1963, with sales aggregating \$209 million and repurchases and maturities totalling \$225 million. At their year-end level of \$23million, non-resident holdings of Canadian treasury bills were lower than for nearly a decade. Apart from international investment agencies, holdings appear to have been small and scattered.

## Transactions in Government of Canada Treasury Bills Between Canada and Other Countries

Month	Sales		Repurchases and maturities		Net change in holdings		Holdings 1964			
	1963	1964	1963	1964	1963	1964	Total	United States	United Kingdom	Other
millions of dollars										
January .....	26	19	13	15	+ 13	+ 4	43	21	3	19
February .....	27	18	15	17	+ 12	+ 1	44	18	5	21
March .....	19	15	35	16	- 16	- 1	43	15	6	22
April .....	22	21	29	17	- 7	+ 4	47	12	4	31
May .....	19	17	32	14	- 13	+ 3	50	18	4	28
June .....	20	25	17	18	+ 3	+ 7	57	19	9	29
July .....	34	27	21	30	+ 13	- 3	54	22	9	23
August .....	33	20	18	26	+ 15	- 6	48	15	11	22
September .....	45	11	54	18	- 9	- 7	41	13	11	17
October .....	19	9	34	16	- 15	- 7	34	7	12	15
November .....	31	8	23	11	+ 8	- 3	31	4	11	16
December .....	17	19	48	27	- 31	- 8	23	3	2	18
Year .....	312	209	339	225	- 27	- 16	23	3	2	18

Other types of Canadian money-market instruments which were important in short-term capital movements between Canada and other countries in 1964 included Canadian commercial and finance paper. Some \$199 million of the former was reported to have been sold to non-residents, but repurchases and maturities totalled \$211 million, giving rise to a net capital outflow of \$12 million. Transactions in Canadian finance paper, on the other hand, gave rise to an inflow of \$169 million, heavily concentrated in the first half of the year. Gross sales to non-resident totalled \$778 million and repurchases and maturities \$609 million. Additionally, Canadian finance companies borrowed some \$68 million in forms not shown elsewhere in the balance of payments. A related form of capital movement was the net purchase from non-residents under buy-back arrangements of about \$3 million of Government of Canada obligations of a original term of over one year. The volume of such transactions in 1964 was of the order of \$75 million.

Other Non-Resident Participation in Canadian Short-Term Money Markets

Year and quarter	All countries						United States					
	Sales to		Repurchases and maturities		Net sales +		Sales to		Repurchases and maturities		Net sales +	
	1963	1964	1963	1964	1963	1964	1963	1964	1963	1964	1963	1964
millions of dollars												
Buy-back transactions based on Government of Canada securities having an original term over one year:												
First quarter .....	13	19	14	24	- 1	- 5	13	19	14	24	- 1	- 5
Second quarter .....	-	8	-	8	-	-	-	8	-	8	-	-
Third quarter .....	1	1	1	-	-	+ 1	1	1	1	-	-	+ 1
Fourth quarter .....	9	8	3	7	+ 6	+ 1	9	8	3	7	+ 6	+ 1
Year .....	23	36	18	39	+ 5	- 3	23	36	18	39	+ 5	- 3
Canadian commercial paper etc.:												
First quarter .....	53	67	92	40	- 39	+ 27	52	65	91	38	- 39	+ 27
Second quarter .....	28	44	13	64	+ 15	- 20	26	39	12	59	+ 14	- 20
Third quarter .....	20	56	31	75	- 11	- 19	16	55	27	74	- 11	- 19
Fourth quarter .....	37	32	25	32	+ 12	-	35	31	21	30	+ 14	+ 1
Year .....	138	199	161	211	- 23	- 12	129	190	151	202	- 22	- 11
Canadian finance paper:												
First quarter .....	67	146	58	79	+ 9	+ 67	67	145	57	78	+ 10	+ 67
Second quarter .....	76	238	78	154	- 2	+ 84	76	237	78	152	- 2	+ 85
Third quarter .....	86	214	74	207	+ 12	+ 7	86	212	74	206	+ 12	+ 6
Fourth quarter .....	116	180	83	169	+ 33	+ 11	115	178	82	168	+ 33	+ 10
Year .....	345	778	293	609	+ 52	+ 169	344	772	291	604	+ 53	+ 168
Other finance company obligations(1):												
First quarter .....	19	46	23	14	- 4	+ 32	15	46	22	14	- 7	+ 32
Second quarter .....	29	56	3	21	+ 26	+ 35	29	56	1	20	+ 28	+ 36
Third quarter .....	30	24	16	26	+ 14	- 2	30	24	16	26	+ 14	- 2
Fourth quarter .....	46	57	13	54	+ 33	+ 3	46	57	12	54	+ 34	+ 3
Year .....	124	183	55	115	+ 69	+ 68	120	183	51	114	+ 69	+ 69

(1) Bank loans, inter-company accounts, notes, etc., excluding items shown with security transactions.

Interest rates, stock prices and foreign exchange markets

Differences in short-term interest rates prevailing in major international financial centres are a primary factor influencing many short-term capital movements. Instruments negotiated in this money market vary as to term, currency, credit risk, etc., so do the character, requirements and relationships of lenders and borrowers. When considering these capital flows a wide variety of interest differentials could be appropriate - treasury bill yields are one such gauge.

Yields on 91-day Canadian treasury bills closed at the year end eight base points higher than the opening rate of 3.74 per cent on January 2, 1964, and had a range of 37 base points compared with the 75 base points range of 1963. In the first week of March yields reached the high point for the year at 3.90 per cent subsiding during the months of May, June and July, centring around the low-point of 3.53 per cent on June 11th, then soon regaining the earlier plateau a quarter of one per cent higher only to decline again up to the third week of November. The pervasive effects of the sterling crisis including an increase in the bank rate in Canada, induced an increase of 19 base points in treasury bill yields in the last week of November and this level was maintained for the rest of the year.



Yields on 3-month treasury bills of the United States traced a broadly similar path falling in the summer months through a nadir of 3.42 per cent on July 16, then recovering by September and October to first quarter levels. Simultaneously with the increase of 19 base points in the yield on Canadian treasury bills in the final week of November, the yield on those of the United States rose by 16 base points in response to the same influences and reached a maximum of 3.84 per cent in mid-December. The annual range for these bills also narrowed from about 70 base points in 1963 to about 40 base points in 1964. The nominal differential in favour of Canadian bills, without allowance for the cost of exchange protection, which persisted throughout the year, shrank from the high of 1.11 per cent in 1963 to 0.36 per cent or less during March and April 1964 and disappeared by the close of the year.

# Selected Money Market Rates

Month	Yield on 3-month treasury bills				Yield or cost (-) per annum on United States dollars 90 day forward(1)	
	Canada		United States		1963	1964
	Average yield on last weekly tender		Opening quotation same date			
	1963	1964	1963	1964		
January .....	3.65	3.77	2.90	3.47	0.87	0.06
February .....	3.68	3.88	2.88	3.55	0.81	0.02
March .....	3.62	3.88	2.90	3.52	0.70	- 0.06
April .....	3.66	3.70	2.87	3.43	0.17	- 0.07
May .....	3.19	3.58	2.97	3.46	-	- 0.15
June .....	3.24	3.59	2.97	3.45	- 0.06	- 0.28
July .....	3.41	3.67	3.19	3.45	0.23	- 0.13
August .....	3.71	3.80	3.38	3.47	0.35	0.22
September .....	3.56	3.79	3.35	3.53	-	0.15
October .....	3.59	3.70	3.45	3.54	-	0.17
November .....	3.63	3.87	3.46	3.76	-	0.21
December .....	3.78	3.82	3.51	3.82	-	0.11

(1) Based on noon forward quotation supplied by the Bank of Canada. When purchasing United States funds with Canadian dollars and simultaneously reselling them for Canadian dollars for delivery in 90 days, a positive figure represents a nominal return, at annual rates, while a negative figure represents a nominal cost. The cases are reversed for a holder of United States funds doing a swap transaction in Canadian dollars.

Measures taken in the United Kingdom to remedy the adverse balance of payments situation in the autumn included a substantial increase in the bank rate. Yielding 3.73 per cent at the opening of the year United Kingdom treasury bills had risen to 4.75 per cent immediately preceding the bank rate change. The yield then mounted to 6.63 per cent which was sustained for the balance of the year. There is however only a small amount of trade in treasury bills between Canada and the United Kingdom. The main effects of the measures taken in the United Kingdom on the Canadian money market were the increases in the Canadian and United States treasury bill yields referred to earlier. Protected interest rate differentials are theoretically the stimulus to movements of arbitrage capital which continues flowing until rising costs of exchange protection in the forward market and falling yields eliminate any further inducement. From January to September there was a net advantage in such arbitrage movements from the United States to Canada - ranging from practically zero to slightly over 40 base points. For the balance of the year there was a nominal net advantage of up to 11 base points on flows from Canada to the United States. In practice however when account is taken of the costs attendant on transactions such differentials are often too narrow to motivate movements of arbitrage capital. At times investors choose to accept the risk of exchange rate fluctuation or may have requirements which do not involve repatriation of matured bills into domestic currency.

A comparison of yields on the representative long term government bonds for which quotations appear in Table 7 shows that in Canada and the United States there were declines respectively over the year of about 10 base points and 3 base points. The range of fluctuation for the dates shown narrowed

to 20 and 15 base points respectively. Differentials also diminished somewhat from last year fluctuating from a maximum of 1.10 per cent in the summer to a minimum of 0.90 per cent at the year end. In the United Kingdom however the yield of a comparable bond had a range six times larger than the Canadian issue and rose by the year end 121 base points over the opening quotation. There was a differential over the Canadian issue right through the year reaching a maximum of 1.41 per cent in the final week. As in the case of treasury bills, yield differentials between the long term issues of central governments may not be the most appropriate comparison for the analysis of international security transactions. Markets for these obligations at times reflect special domestic monetary and fiscal situations. It might be suggested that an investor may give to the securities of his own central government a specially preferred position and may equate for his own purposes the securities of a foreign central government with those of a high grade junior government or corporation in his country. Special tax considerations applying to the issues of some debtors in the United States add to the difficulty of comparisons.

United States Dollar in Canada

Period		High	Low	Close	Noon average
Canadian cents					
1963	IV Q	108.09	107.72	108.06	107.83
1964	I Q	108.09	107.94	108.06	108.02
	II Q	108.25	108.03	108.13	108.09
	III Q	108.22	107.50	107.50	107.87
	IV Q	107.63	107.25	107.38	107.46

Year-to-year changes in monthly common stock price indexes

	Canada(1)	United States(2)
1964	+ 21%	+ 13%
1963	+ 10%	+ 18%
1962	- 11%	- 13%

(1) D.B.S. Investors Index.

(2) Standard and Poor's "500" Index.

Spot rates in 1964 for the United States dollar expressed in terms of the Canadian dollar are given in the accompanying summary. The variation in the rates was within the normal margin of one per cent on either side of the stabilized exchange value of the Canadian dollar of 92 1/2 cents in terms of United States currency established in May 1962.

The monthly average of common stock prices in Canada in December, 1964 (as measured by the Dominion Bureau of Statistics Investors Index in "Prices and Price Indexes", Catalogue No. 62-002) was 21 per cent higher than in December, 1963. In contrast to the previous year, Canadian stock prices in 1964 showed greater strength than those in the United States.

The movement of stock prices in the two countries was almost a steady upward progression over the year indicating similar market influences and the existence of interlisted stocks. After May however Canadian prices advanced much more rapidly to close at the higher level.

Gross sales to non-residents of outstanding Canadian stocks of \$535 million were about \$119 million higher than in 1963 and amounted to one eighth of the value of securities traded on the principal exchanges in Canada, about the same proportion as in 1963. Included in the above comparisons is trading on the so-called "Z" markets. These are special trading facilities set up by the principal stock exchanges in Canada, shortly after the July, 1963 proposal in the United States for the Interest Equalization Tax. On these markets United States residents may buy Canadian securities from their fellow countrymen without incurring a tax penalty. Transactions on these special markets approached \$30 million in 1964. All purchases by United States investors of the stock of certain Canadian corporations, including some of the largest, whether from United States citizens or not, were excluded from the incidence of this tax. Exemption was mainly based on the degree of United States ownership and the volume of trading on stock exchanges in the United States. Trading of the shares in these companies on exchanges in Canada between United States residents would not be reflected in the "Z" market figures but would form a part of the grand total of all shares traded on stock exchanges in Canada.

The Canadian Balance of International Payments and International Investment Position

A description of the statistical sources and methods used in the production of this report, together with a copy of the basic reporting schedule, is to be found on pages 52 to 55 of the annual DBS report under the above title, for 1961 and 1962 (Catalogue No. 67-201). It also covers Canada's international transactions in 1962, including movements of direct investment and other capital not reviewed in this report.

For more recent statistics on the subject readers are referred to "Quarterly Estimates of the Canadian Balance of International Payments", fourth quarter of 1964, (Catalogue No. 67-001) containing preliminary balance of payments estimates for 1964 and statistics of Canada's international investment position at the end of 1962.

TABLE 1. Portfolio Security Transactions between Canada and Other Countries, by Quarters 1962-64  
Trading, New Issues, and Retirements

Net sales (+) or purchases (-) by Canadians																
	1962					1963					1964					
	I	II	III	IV	Year	I	II	III	IV	Year	I	II	III	IV	Year	
	millions of dollars															
<u>All countries</u>																
Canadian securities:																
Outstanding issues:																
Bonds, etc. ....	- 3	+ 4	+ 39	+ 24	+ 64	+ 23	+ 27	- 7	- 4	+ 39	+ 4	+ 14	+ 37	+ 22	+ 77	
Stocks .....	- 13	- 45	- 26	- 32	- 116	- 56	- 44	- 27	- 42	- 169	- 44	- 8	- 5	- 40	- 97	
New issues .....	+ 56	+ 197	+ 88	+ 387	+ 728	+ 408	+ 394	+ 100	+ 66	+ 968	+ 142	+ 313	+ 100	+ 498	+ 1,053	
Retirements .....	- 73	- 74	- 53	- 120	- 320	- 52	- 173	- 40	- 70	- 335	- 109	- 96	- 58	- 94	- 357	
Foreign securities:																
Outstanding issues .....	- 28	- 33	- 5	- 2	- 68	+ 5	+ 22	- 4	+ 19	+ 42	- 4	- 29	- 2	- 5	- 40	
New issues .....	- 2	- 5	- 5	- 5	- 17	- 6	- 4	- 4	- 26	- 40	- 4	- 10	- 5	- 8	- 27	
Retirements .....	+ 5	+ 5	+ 5	+ 5	+ 20	+ 5	+ 6	+ 5	+ 5	+ 21	+ 2	+ 3	+ 2	+ 3	+ 10	
Total - All securities	- 58	+ 49	+ 43	+ 257	+ 291	+ 327	+ 228	+ 23	- 52	+ 526	- 13	+ 187	+ 69	+ 376	+ 619	
<u>United States</u>																
Canadian securities:																
Outstanding issues:																
Bonds, etc. ....	- 7	+ 27	+ 42	+ 21	+ 83	+ 19	+ 22	- 6	-	+ 35	+ 1	+ 8	+ 23	+ 6	+ 38	
Stocks .....	+ 15	- 3	- 5	- 18	- 11	- 30	- 29	- 14	- 25	- 98	- 30	-	+ 3	- 24	- 51	
New issues .....	+ 46	+ 192	+ 78	+ 375	+ 691	+ 396	+ 373	+ 94	+ 52	+ 915	+ 133	+ 291	+ 87	+ 488	+ 999	
Retirements .....	- 59	- 54	- 46	- 90	- 249	- 39	- 123	- 24	- 59	- 245	- 89	- 66	- 53	- 71	- 279	
Foreign securities:																
Outstanding issues .....	- 23	- 28	- 6	- 2	- 59	+ 3	+ 21	- 2	+ 21	+ 43	- 7	- 28	- 1	-	- 36	
New issues .....	- 1	- 4	- 5	- 3	- 13	- 5	- 3	- 4	- 23	- 35	- 3	- 4	- 4	- 5	- 16	
Retirements .....	+ 4	+ 4	+ 5	+ 4	+ 17	+ 4	+ 5	+ 4	+ 4	+ 17	+ 1	+ 2	+ 1	+ 1	+ 5	
Total - All securities	- 25	+ 134	+ 63	+ 287	+ 459	+ 348	+ 266	+ 48	- 30	+ 632	+ 6	+ 203	+ 56	+ 395	+ 660	



TABLE 1. Portfolio Security Transactions between Canada and Other Countries, by Quarters 1962-64  
Trading, New Issues, and Retirements - Concluded

Net sales (+) or purchases (-) by Canadians																
1962						1963					1964					
I	II	III	IV	Year		I	II	III	IV	Year	I	II	III	IV	Year	
millions of dollars																
<u>United Kingdom</u>																
Canadian securities:																
Outstanding issues:																
Bonds, etc. ....	+ 1	+ 1	-	- 2	-	-	- 1	-	- 4	- 5	+ 2	- 6	+ 1	+ 2	- 1	
Stocks .....	- 17	- 26	- 14	- 8	- 65	- 18	- 15	- 11	- 10	- 54	- 11	- 5	- 3	- 8	- 27	
New issues .....	+ 6	+ 2	+ 4	+ 5	+ 17	+ 7	+ 3	+ 1	+ 7	+ 18	+ 3	+ 7	+ 5	+ 4	+ 19	
Retirements .....	- 5	- 14	- 4	- 13	- 36	- 7	- 19	- 13	- 3	- 42	- 14	- 7	- 1	- 14	- 36	
Foreign securities:																
Outstanding issues .....	- 2	- 2	+ 2	-	- 2	+ 2	-	- 3	- 2	- 3	- 3	- 2	+ 1	- 4	- 8	
New issues .....	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Retirements .....	+ 1	-	-	-	+ 1	+ 1	-	-	+ 1	+ 2	-	-	-	-	-	
Total - All securities	- 16	- 39	- 12	- 18	- 85	- 15	- 32	- 26	- 11	- 84	- 23	- 13	+ 3	- 20	- 53	
<u>Other foreign countries</u>																
Canadian securities:																
Outstanding issues:																
Bonds, etc. ....	+ 3	- 24	- 3	+ 5	- 19	+ 4	+ 6	- 1	-	+ 9	+ 1	+ 12	+ 13	+ 14	+ 40	
Stocks .....	- 11	- 16	- 7	- 6	- 40	- 8	-	- 2	- 7	- 17	- 3	- 3	- 5	- 8	- 19	
New issues .....	+ 4	+ 3	+ 6	+ 7	+ 20	+ 5	+ 18	+ 5	+ 7	+ 35	+ 6	+ 15	+ 8	+ 6	+ 35	
Retirements .....	- 9	- 6	- 3	- 17	- 35	- 6	- 31	- 3	- 8	- 48	- 6	- 23	- 4	- 9	- 42	
Foreign securities:																
Outstanding issues .....	- 3	- 3	- 1	-	- 7	-	+ 1	+ 1	-	+ 2	+ 6	+ 1	- 2	- 1	+ 4	
New issues .....	- 1	- 1	-	- 2	- 4	- 1	- 1	-	- 3	- 5	- 1	- 6	- 1	- 3	- 11	
Retirements .....	-	+ 1	-	+ 1	+ 2	-	+ 1	+ 1	-	+ 2	+ 1	+ 1	+ 1	+ 2	+ 5	
Total - All securities	- 17	- 46	- 8	- 12	- 83	- 6	- 6	+ 1	- 11	- 22	+ 4	- 3	+ 10	+ 1	+ 12	

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 1964 are preliminary and data for 1963 are subject to revision.

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.-
1962- Year .....	1,393.1	1,444.9	- 51.7	1,138.4	1,066.1	+ 72.3	130.7	195.6	- 65.0	124.0	183.1	- 59.0
1963- Year .....	654.5	784.7	-130.1	358.7	421.8	- 63.1	145.5	205.0	- 59.5	150.3	157.9	- 7.5
1964- Year .....	762.2	782.3	- 20.1	420.0	433.0	- 13.0	146.4	174.6	- 28.2	195.8	174.6	+ 21.2
1963- January .....	69.5	78.5	- 9.0	45.3	49.8	- 4.5	11.2	15.9	- 4.6	13.0	12.8	+ 0.2
February .....	61.0	71.0	- 10.0	40.3	41.9	- 1.6	10.5	15.4	- 4.8	10.2	13.8	- 3.6
March .....	59.8	74.4	- 14.6	40.4	45.2	- 4.9	10.8	19.4	- 8.6	8.6	9.7	- 1.1
April .....	67.6	78.4	- 10.8	43.1	47.8	- 4.8	9.6	15.2	- 5.6	14.9	15.4	- 0.4
May .....	86.9	93.1	- 6.2	39.9	43.5	- 3.6	26.4	31.5	- 5.1	20.7	18.1	+ 2.6
June .....	62.2	61.6	+ 0.5	32.8	31.3	+ 1.5	14.2	19.0	- 4.8	15.2	11.3	+ 3.9
July .....	50.9	48.4	+ 2.6	29.4	26.8	+ 2.6	9.0	11.1	- 2.1	12.5	10.4	+ 2.1
August .....	29.7	49.8	- 20.1	13.4	28.5	- 15.2	6.9	9.8	- 2.9	9.4	11.4	- 2.0
September .....	33.0	49.9	- 16.9	13.2	21.1	- 8.0	8.8	15.1	- 6.2	11.0	13.7	- 2.7
October .....	45.7	61.0	- 15.3	19.4	28.2	- 8.9	13.4	15.1	- 1.7	12.9	17.7	- 4.7
November .....	38.5	50.1	- 11.6	20.7	26.8	- 6.1	8.7	11.4	- 2.7	9.2	11.9	- 2.8
December .....	48.3	67.2	- 18.8	20.6	30.3	- 9.7	15.9	26.1	- 10.2	11.8	10.8	+ 1.0
Month not identified .....	1.3	1.3	-	0.4	0.4	-	0.1	0.1	-	0.7	0.8	- 0.1
1964- January .....	52.3	80.7	- 28.4	24.5	43.3	- 18.7	13.0	20.8	- 7.8	14.8	16.6	- 1.8
February .....	42.3	54.1	- 11.8	20.7	31.4	- 10.7	7.9	10.6	- 2.8	13.7	12.1	+ 1.7
March .....	47.4	50.5	- 3.0	28.4	28.5	- 0.1	7.7	9.3	- 1.6	11.3	12.7	- 1.4
April .....	71.5	86.3	- 14.8	36.5	49.7	- 13.2	14.1	19.2	- 5.1	20.9	17.4	+ 3.5
May .....	81.3	61.0	+ 20.3	51.7	34.7	+ 17.0	12.4	12.5	- 0.1	17.2	13.7	+ 3.4
June .....	73.8 <sup>r</sup>	73.0	+ 0.7 <sup>r</sup>	41.3 <sup>r</sup>	36.2	+ 5.0 <sup>r</sup>	15.2	21.3	- 6.2	17.3	15.5	+ 1.9
July .....	80.4	61.6	+ 18.8	48.9	28.8	+ 20.0	16.1	17.7	- 1.6	15.4	15.2	+ 0.3
August .....	46.5	45.9	+ 0.5	23.5	28.6	- 5.1	8.7	7.8	+ 0.9	14.3	9.6	+ 4.7
September .....	67.9	55.5	+ 12.4	42.4	31.7	+ 10.7	9.3	10.7	- 1.4	16.2	13.1	+ 3.1
October .....	66.3	62.6	+ 3.7	40.5	37.0	+ 3.5	9.3	10.6	- 1.3	16.5	15.1	+ 1.4
November .....	72.0	76.0 <sup>r</sup>	- 4.0 <sup>r</sup>	35.5	40.6 <sup>r</sup>	- 5.0 <sup>r</sup>	16.5	17.8	- 1.3	19.9	17.6	+ 2.3
December .....	57.2	75.0	- 17.8	26.1	42.5	- 16.4	13.0	16.4	- 3.4	18.1	16.1	+ 2.0
Month not identified .....	3.4	-	+ 3.4	-	-	-	3.4	-	+ 3.4	-	-	-

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.-
1962 - Year .....	356.2	423.9	-67.7	331.0	390.2	-59.1	10.1	12.2	- 2.2	15.1	21.5	- 6.4
1963 - Year .....	429.7	388.2	+41.5	394.6	351.7	+43.0	11.9	15.2	- 3.4	23.2	21.3	+ 1.9
1964 - Year .....	515.0	554.5	-39.5	470.9	506.5	-35.6	12.7	20.1	- 7.5	31.4	27.9	+ 3.5
1963 - January .....	27.4	28.3	- 0.9	25.2	27.1	- 1.9	1.2	0.6	+ 0.6	1.0	0.7	+ 0.3
February .....	25.6	24.1	+ 1.6	23.5	21.7	+ 1.8	1.6	1.3	+ 0.2	0.6	1.0	- 0.5
March .....	26.4	22.4	+ 4.0	24.3	20.9	+ 3.4	1.2	0.4	+ 0.7	1.0	1.1	- 0.1
April .....	39.7	40.0	- 0.4	36.5	36.5	-	0.7	0.5	+ 0.2	2.4	3.0	- 0.6
May .....	46.2	39.2	+ 7.0	43.4	37.7	+ 5.7	0.4	0.4	-	2.4	1.1	+ 1.2
June .....	34.6	31.4	+ 3.2	31.8	28.7	+ 3.1	1.4	1.3	-	1.5	1.4	+ 0.1
July .....	27.9	24.1	+ 3.8	25.7	21.6	+ 4.1	0.4	0.9	- 0.5	1.9	1.6	+ 0.2
August .....	30.9	32.3	- 1.4	28.9	29.0	- 0.2	0.8	1.5	- 0.7	1.2	1.8	- 0.5
September .....	29.4	35.7	- 6.2	26.9	32.5	- 5.6	0.3	1.9	- 1.5	2.3	1.3	+ 1.0
October .....	57.7	36.5	+21.2	51.4	31.9	+19.5	2.5	1.9	+ 0.6	3.9	2.7	+ 1.1
November .....	39.8	33.4	+ 6.4	37.6	29.3	+ 8.3	0.3	1.7	- 1.3	1.9	2.5	- 0.5
December .....	28.8	37.9	- 9.1	24.8	32.4	- 7.6	1.1	2.5	- 1.4	3.0	3.0	-
Month not identified .....	15.0	2.7	+12.2	14.8	2.3	+12.4	-	0.4	- 0.4	0.2	-	+ 0.2
1964 - January .....	45.7	50.2	- 4.5	38.5	46.0	- 7.6	2.0	1.9	+ 0.1	5.2	2.3	+ 3.0
February .....	34.3	34.0	+ 0.3	30.0	31.0	- 0.9	0.7	1.7	- 1.0	3.5	1.3	+ 2.2
March .....	42.0	41.1	+ 0.9	38.2	36.3	+ 2.0	1.5	3.4	- 1.8	2.2	1.5	+ 0.7
April .....	48.3	62.0	-13.7	44.3	58.5	-14.2	0.7	0.7	-	3.2	2.7	+ 0.5
May .....	55.2	61.0	- 5.8	50.4	55.8	- 5.3	1.1	1.8	- 0.7	3.7	3.5	+ 0.2
June .....	45.7	55.6	- 9.9	42.0	50.8	- 8.8	1.3	2.5	- 1.1	2.5	2.4	-
July .....	38.5	41.6	- 3.1	35.9	37.9	- 2.0	1.1	0.6	+ 0.5	1.5	3.2	- 1.6
August .....	30.8	30.7	+ 0.1	27.8	27.6	+ 0.2	0.9	0.9	-	2.1	2.1	- 0.1
September .....	49.8	49.0	+ 0.9	46.8	45.6	+ 1.2	0.9	0.8	+ 0.1	2.1	2.5	- 0.5
October .....	46.6	44.9	+ 1.7	44.3	41.0	+ 3.3	0.6	2.4	- 1.7	1.7	1.6	+ 0.1
November .....	40.9	43.8	- 2.8	38.0	38.9	- 0.9	0.8	2.1	- 1.3	2.0	2.7	- 0.7
December .....	37.1	40.6	- 3.5	34.6	37.2	- 2.5	0.8	1.4	- 0.6	1.6	2.0	- 0.4
Month not identified .....	-	-	-	-	-	-	-	-	-	-	-	-

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

r revised

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

(Thousands of dollars)

December, 1964	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>	94,262	115,603	60,763	79,696	13,797	17,808	19,702	18,099
<b>Canadian Securities, Total</b>	57,179	74,984	26,127	42,533	12,951	16,373	18,101	16,078
Bonds and Debentures	26,451	21,258	11,602	12,339	6,560	5,624	8,289	3,295
Common and Preference Stocks	30,694	53,705	14,494	30,173	6,391	10,749	9,809	12,783
Other Securities	34	21	31	21	-	-	3	-
<b>Foreign Securities, Total</b>	37,083	40,619	34,636	37,163	846	1,435	1,601	2,021
United States Issues:								
Bonds and Debentures	1,330	1,904	1,330	1,904	-	-	-	-
Common and Preference Stocks	33,791	36,450	32,898	34,098	39	900	854	1,452
United Kingdom Issues:								
Bonds and Debentures	47	11	-	6	21	1	26	4
Common and Preference Stocks	687	578	40	61	647	512	-	5
Other Foreign Countries Issues:								
Bonds and Debentures	1,021	1,336	197	804	135	18	689	514
Common and Preference Stocks	201	336	167	286	2	4	32	46
All Other Foreign Securities	6	4	4	4	2	-	-	-
<b>Analysis of Bonds and Debentures</b>								
Canadian Issues:								
Government of Canada - Direct	13,833	8,472	2,616	2,103	6,355	5,231	4,862	1,138
Government of Canada - Guaranteed	5,110	3,790	3,112	3,195	158	26	1,840	569
Provincial	4,870	1,610	4,044	855	43	80	783	675
Municipal	857	1,158	780	1,060	-	68	77	30
Railway, not guaranteed by Government	23	76	15	41	2	9	6	26
Other Corporations	1,758	6,152	1,035	5,085	2	210	721	857
United States Issues:								
Government	790	1,198	790	1,198	-	-	-	-
Other	540	706	540	706	-	-	-	-
United Kingdom Issues:								
Government	16	1	-	-	16	1	-	-
Other	31	10	-	6	5	-	26	4



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

(Millions of dollars)

Year, 1964	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	1,277.2	1,336.8	-59.6	890.9	939.5	-48.6	159.1	194.8	-35.7	227.1	202.5	+24.7
Canadian Securities, Total	762.2	782.3	-20.1	420.0	433.0	-13.0	146.4	174.6	-28.2	195.8	174.6	+21.2
Bonds and Debentures	226.1	149.0	+77.1	99.9	61.4	+38.4	47.0	48.3	- 1.3	79.2	39.3	+39.9
Common and Preference Stocks	534.7	632.1	-97.4	319.0	370.4	-51.5	99.4	126.4	-27.0	116.3	135.3	-19.0
Other Securities	1.4	1.2	+ 0.2	1.2	1.2	-	-	-	-	0.2	-	+ 0.2
Foreign Securities, Total	515.0	554.5	-39.5	470.9	506.5	-35.6	12.7	20.1	- 7.5	31.4	27.9	+ 3.5
United States Issues:												
Bonds and Debentures	29.1	34.5	- 5.3	28.7	34.0	- 5.3	0.3	0.1	+ 0.2	0.2	0.4	- 0.2
Common and Preference Stocks	443.7	484.4	-40.8	428.7	459.7	-31.1	1.3	9.3	- 8.0	13.7	15.4	- 1.8
United Kingdom Issues:												
Bonds and Debentures	2.2	1.6	+ 0.6	0.8	0.1	+ 0.7	0.3	1.4	- 1.1	1.1	0.1	+ 0.9
Common and Preference Stocks	9.0	7.6	+ 1.4	2.9	3.0	- 0.1	5.6	4.2	+ 1.4	0.5	0.3	+ 0.1
Other Foreign Countries Issues:												
Bonds and Debentures	15.3	19.0	- 3.7	4.1	6.2	- 2.1	3.8	5.0	- 1.2	7.4	7.8	- 0.4
Common and Preference Stocks	15.5	7.3	+ 8.2	5.7	3.4	+ 2.4	1.3	0.1	+ 1.2	8.5	3.8	+ 4.7
All Other Foreign Securities	0.2	0.1	+ 0.1	-	0.1	- 0.1	-	-	-	0.1	-	+ 0.1
Analysis of Bonds and Debentures												
Canadian Issues:												
Government of Canada - Direct	123.4	81.9	+41.5	36.2	20.0	+16.3	38.9	42.2	- 3.3	48.3	19.7	+28.6
Government of Canada - Guaranteed	31.7	12.8	+18.8	7.0	7.7	- 0.8	3.3	1.3	+ 2.0	21.4	3.8	+17.6
Provincial	29.7	15.0	+14.7	23.0	8.5	+14.5	3.5	1.1	+ 2.4	3.1	5.4	- 2.3
Municipal	10.9	5.7	+ 5.1	9.6	3.6	+ 6.0	0.3	0.4	- 0.1	0.9	1.7	- 0.8
Railway, not guaranteed by Government	0.9	0.9	-	0.5	0.4	+ 0.1	-	0.1	- 0.1	0.3	0.3	-
Other Corporations	29.6	32.7	- 3.1	23.4	21.2	+ 2.2	1.0	3.1	- 2.1	5.2	8.4	- 3.2
United States Issues:												
Government	13.2	18.2	- 5.0	13.1	18.2	- 5.1	-	-	-	-	-	-
Other	15.9	16.3	- 0.3	15.5	15.8	- 0.3	0.3	0.1	+ 0.1	0.2	0.3	- 0.2
United Kingdom Issues:												
Government	0.8	1.3	- 0.5	0.2	-	+ 0.2	0.2	1.2	- 1.1	0.5	0.1	+ 0.4
Other	1.3	0.3	+ 1.1	0.6	0.1	+ 0.6	0.1	0.2	-	0.6	-	+ 0.5

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

TABLE 5A. Trade in Outstanding Government of Canada Bonds (Direct and Guaranteed) between Canada and Other Countries, 1964

Month	Total transactions			United States			United Kingdom			Other countries		
	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -
millions of dollars												
January .....	9.4	7.3	+ 2.1	1.0	0.5	+ 0.5	4.5	3.8	+ 0.7	3.8	2.9	+ 0.9
February .....	5.8	8.8	- 3.0	1.6	4.7	- 3.1	0.5	1.8	- 1.3	3.7	2.3	+ 1.4
March .....	5.6	3.1	+ 2.6	2.6	1.2	+ 1.4	0.7	0.7	-	2.3	1.1	+ 1.2
April .....	12.4	8.4	+ 4.1	2.8	1.8	+ 1.0	3.3	5.4	- 2.1	6.3	1.1	+ 5.2
May .....	14.8	6.4	+ 8.4	5.9	1.1	+ 4.8	2.8	3.1	- 0.3	6.2	2.2	+ 3.9
June .....	19.5	18.2	+ 1.2	3.2	4.5	- 1.3	8.6	11.6	- 3.0	7.7	2.2	+ 5.5
July .....	14.4	6.4	+ 8.0	5.6	0.5	+ 5.1	3.1	3.8	- 0.7	5.7	2.1	+ 3.6
August .....	10.5	2.6	+ 7.9	2.1	0.6	+ 1.5	2.4	1.5	+ 0.9	5.9	0.5	+ 5.5
September ...	16.5	4.5	+ 12.0	8.6	1.6	+ 7.0	1.3	1.3	-	6.6	1.7	+ 4.9
October .....	11.3	6.5	+ 4.9	3.1	3.4	- 0.2	1.5	1.3	+ 0.2	6.8	1.8	+ 4.9
November .....	14.0	10.3	+ 3.7	1.0	2.5	- 1.5	5.0	3.9	+ 1.0	8.0	3.8	+ 4.2
December .....	18.9	12.3	+ 6.7	5.7	5.3	+ 0.4	6.5	5.3	+ 1.3	6.7	1.7	+ 5.0
Month not identified	1.9	-	+ 1.9	-	-	-	1.9	-	+ 1.9	-	-	-
Total .....	155.0	94.7	+ 60.3	43.2	27.7	+ 15.5	42.2	43.5	- 1.4	69.7	23.5	+ 46.2

TABLE 5B. Trade in Outstanding Canadian Bonds and Debentures(1) between Canada and Other Countries, 1964

Month	Total transactions			United States			United Kingdom			Other countries		
	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -
millions of dollars												
January .....	12.7	10.6	+ 2.2	3.3	1.6	+ 1.7	4.9	4.5	+ 0.3	4.6	4.4	+ 0.1
February .....	8.2	13.7	- 5.5	2.9	7.5	- 4.7	0.6	2.2	- 1.6	4.7	4.0	+ 0.7
March .....	14.0	9.6	+ 4.4	9.5	5.4	+ 4.1	1.4	1.4	- 0.1	3.1	2.7	+ 0.4
April .....	15.3	15.3	- 0.1	4.8	6.2	- 1.4	3.5	5.6	- 2.1	7.0	3.6	+ 3.5
May .....	21.9	10.5	+ 11.4	12.0	3.1	+ 8.8	3.0	3.6	- 0.6	6.9	3.7	+ 3.2
June .....	25.3	22.1	+ 3.2	8.3	7.2	+ 1.1	8.8	11.8	- 3.1	8.2	3.0	+ 5.1
July .....	21.6	9.8	+ 11.9	10.8	2.4	+ 8.5	4.3	4.2	+ 0.1	6.5	3.2	+ 3.3
August .....	12.5	5.3	+ 7.3	3.4	2.1	+ 1.3	2.7	1.9	+ 0.8	6.4	1.3	+ 5.1
September ...	23.9	6.6	+ 17.3	15.3	2.5	+ 12.8	1.3	1.6	- 0.3	7.2	2.5	+ 4.7
October .....	20.6	9.7	+ 10.9	11.4	5.2	+ 6.1	1.6	1.6	-	7.6	2.8	+ 4.8
November .....	21.6	15.8	+ 5.8	7.7	6.9	+ 0.8	5.1	4.1	+ 1.0	8.9	4.8	+ 4.1
December .....	26.5	21.3	+ 5.2	11.6	12.4	- 0.7	6.6	5.6	+ 0.9	8.3	3.3	+ 5.0
Month not identified	3.4	-	+ 3.4	-	-	-	3.4	-	+ 3.4	-	-	-
Total .....	227.5	150.2	+ 77.4	101.1	62.6	+ 38.5	47.0	48.3	- 1.2	79.4	39.3	+ 40.1

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

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

TABLE 5C. Trade in Outstanding Canadian Common and Preference Stocks between Canada and Other Countries, 1964

Month	Total transactions			United States			United Kingdom			Other countries		
	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -
millions of dollars												
January .....	39.6	70.1	- 30.6	21.2	41.6	- 20.5	8.2	16.3	- 8.1	10.2	12.2	- 1.9
February .....	34.1	40.4	- 6.3	17.8	23.9	- 6.0	7.3	8.5	- 1.2	9.0	8.1	+ 0.9
March .....	33.4	40.9	- 7.5	18.9	23.0	- 4.2	6.3	7.8	- 1.5	8.2	10.0	- 1.8
April .....	56.2	71.0	- 14.8	31.7	43.6	- 11.8	10.7	13.6	- 3.0	13.8	13.8	-
May .....	59.4	50.5	+ 8.9	39.7	31.6	+ 8.1	9.4	8.9	+ 0.5	10.3	10.0	+ 0.3
June .....	48.5	50.9	- 2.4	32.9	29.0	+ 3.9	6.4	9.5	- 3.1	9.2	12.4	- 3.2
July .....	58.8	51.9	+ 6.9	38.0	26.4	+ 11.6	11.8	13.4	- 1.6	9.0	12.0	- 3.0
August .....	33.9	40.7	- 6.7	20.1	26.5	- 6.4	5.9	5.8	+ 0.1	7.9	8.3	- 0.4
September ...	44.1	48.9	- 4.9	27.1	29.2	- 2.1	8.0	9.1	- 1.1	9.0	10.6	- 1.6
October .....	45.7	53.0	- 7.3	29.1	31.7	- 2.6	7.6	8.9	- 1.3	8.9	12.3	- 3.4
November ....	50.3	60.2	- 9.9	27.8	33.6	- 5.8	11.4	13.7	- 2.3	11.1	12.9	- 1.8
December ....	30.7	53.7	- 23.0	14.5	30.2	- 15.7	6.4	10.8	- 4.4	9.8	12.8	- 3.0
Month not identified	-	-	-	-	-	-	-	-	-	-	-	-
Total .....	534.7	632.1	- 97.4	319.0	370.4	- 51.5	99.4	126.4	- 27.0	116.3	135.3	- 19.0

TABLE 5D. Trade in Outstanding United States Common and Preference Stocks between Canada and Other Countries, 1964

Month	Total transactions			United States			United Kingdom			Other countries		
	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -
millions of dollars												
January .....	35.3	44.2	- 8.9	34.0	41.4	- 7.4	0.2	1.2	- 1.0	1.1	1.6	- 0.5
February .....	27.1	27.4	- 0.3	25.9	25.8	+ 0.1	-	0.9	- 0.8	1.1	0.7	+ 0.4
March .....	35.6	36.3	- 0.7	34.3	33.5	+ 0.7	-	2.2	- 2.1	1.3	0.6	+ 0.7
April .....	41.7	55.6	- 13.9	40.1	53.3	- 13.2	0.1	0.3	- 0.2	1.5	2.0	- 0.5
May .....	49.8	54.3	- 4.5	48.5	51.7	- 3.2	-	0.9	- 0.9	1.3	1.7	- 0.4
June .....	39.9	51.3	- 11.4	38.8	49.3	- 10.5	0.2	1.0	- 0.8	0.9	1.0	- 0.1
July .....	33.5	36.6	- 3.1	32.9	35.3	- 2.4	-	0.2	- 0.2	0.6	1.1	- 0.5
August .....	25.7	26.9	- 1.2	23.7	26.0	- 2.3	0.4	0.1	+ 0.3	1.5	0.8	+ 0.8
September ...	43.4	40.9	+ 2.5	41.9	39.3	+ 2.6	-	0.1	- 0.1	1.5	1.5	-
October .....	41.6	37.6	+ 4.0	40.6	36.5	+ 4.1	0.1	0.2	- 0.1	0.9	0.9	- 0.1
November ....	36.3	36.9	- 0.6	35.2	33.6	+ 1.6	0.1	1.2	- 1.1	1.0	2.0	- 1.1
December ....	33.8	36.5	- 2.7	32.9	34.1	- 1.2	-	0.9	- 0.9	0.9	1.5	- 0.6
Month not identified	-	-	-	-	-	-	-	-	-	-	-	-
Total .....	443.7	484.4	- 40.8	428.7	459.7	- 31.1	1.3	9.3	- 8.0	13.7	15.4	- 1.8

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



TABLE 6A. Trade in Outstanding Canadian and Foreign Securities between Canada and Other Countries, 1933-64

Year	Total transactions			United States			United Kingdom			Other countries		
	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -	Sales to	Purchases from	Net sales + purchases -
millions of dollars												
1933 ....	289	238	+ 51	206	203	+ 3	81	28	+ 53	2	7	- 5
1934 ....	321	312	+ 9	216	284	- 68	102	24	+ 78	3	4	- 1
1935 ....	302	251	+ 51	268	201	+ 67	31	44	- 13	3	6	- 3
1936 ....	423	415	+ 8	338	347	- 9	72	60	+ 12	13	8	+ 5
1937 ....	507	512	- 5	376	413	- 37	106	86	+ 20	25	13	+ 12
1938 ....	369	340	+ 29	283	261	+ 22	52	64	- 12	34	15	+ 19
1939 ....	311	239	+ 72	248	191	+ 57	32	37	- 5	31	11	+ 20
1940 ....	124	95	+ 29	114	83	+ 31	7	10	- 3	3	2	+ 1
1941 ....	108	75	+ 33	104	68	+ 36	2	5	- 3	2	2	-
1942 ....	167	61	+ 106	165	56	+ 109	-	4	- 4	2	1	+ 1
1943 ....	268	96	+ 172	264	83	+ 181	-	11	- 11	4	2	+ 2
1944 ....	213	116	+ 97	206	93	+ 113	1	20	- 19	6	3	+ 3
1945 ....	386	195	+ 191	380	158	+ 222	-	33	- 33	6	4	+ 2
1946 ....	416	281	+ 135	405	235	+ 170	4	39	- 35	7	7	-
1947 ....	194	212	- 18	182	193	- 11	4	13	- 9	8	6	+ 2
1948 ....	218	236	- 18	208	225	- 17	5	7	- 2	5	4	+ 1
1949 ....	233	225	+ 8	225	206	+ 19	4	16	- 12	4	3	+ 1
1950 ....	562	325	+ 237	543	289	+ 254	5	28	- 23	14	8	+ 6
1951 ....	585	575	+ 10	532	542	- 10	9	18	- 9	44	15	+ 29
1952 ....	510	592	- 82	448	543	- 95	25	25	-	37	24	+ 13
1953 ....	501	510	- 9	385	445	- 60	55	25	+ 30	61	40	+ 21
1954 ....	809	739	+ 70	619	613	+ 6	77	54	+ 23	113	72	+ 41
1955 ....	1,159	1,161	- 2	943	979	- 36	91	74	+ 17	125	108	+ 17
1956 ....	1,319	1,100	+ 219	992	948	+ 44	154	67	+ 87	173	85	+ 88
1957 ....	1,090	974	+ 116	735	780	- 45	195	106	+ 89	160	88	+ 72
1958 ....	871	770	+ 101	643	572	+ 71	110	101	+ 9	118	97	+ 21
1959 ....	1,134	965	+ 169	800	740	+ 60	134	121	+ 13	200	104	+ 96
1960 ....	944	909	+ 35	655	603	+ 52	103	135	- 32	186	171	+ 15
1961 ....	1,710	1,615	+ 95	1,395	1,192	+ 203	130	213	- 83	185	210	- 25
1962 ....	1,749	1,869	- 120	1,469	1,456	+ 13	141	208	- 67	139	205	- 66
1963 ....	1,085	1,173	- 88	754	774	- 20	158	220	- 62	173	179	- 6
1964 ....	1,277	1,337	- 60	891	940	- 49	159	194	- 35	227	203	+ 24

Figures prior to 1952 exclude varying amounts of transactions which took place through channels not covered by regular monthly reports, and prior to 1949 include sales to non-residents of new domestic issues floated in Canada, and purchases from non-residents of new issues floated abroad. Some transactions in short-term securities are included prior to 1955.



TABLE 6B. Analysis of Trade in Outstanding Canadian Securities between Canada and Other Countries  
by Groups of Securities, 1954-64

	1954	1955	1956	1957	1958	1959	1960	1961	1962	1963	1964
millions of dollars											
Bonds and debentures, etc.:											
Government of Canada:											
Sales .....	126	86	141	72	109	188	162	409	568	152	123
Purchases .....	153	155	127	78	88	83	128	357	514	124	82
Net .....	- 27	- 69	+ 14	- 6	+ 21	+ 105	+ 34	+ 52	+ 54	+ 28	+ 41
Dominion guaranteed:											
Sales .....	11	6	7	3	13	19	36	42	34	29	31
Purchases .....	42	28	15	11	14	6	22	19	38	14	12
Net .....	- 31	- 22	- 8	- 8	- 1	+ 13	+ 14	+ 23	- 4	+ 15	+ 19
Provincial:											
Sales .....	13	20	20	14	14	13	16	29	36	18	30
Purchases .....	42	79	31	29	32	18	23	39	27	17	15
Net .....	- 29	- 59	- 11	- 15	- 18	- 5	- 7	- 10	+ 9	+ 1	+ 15
Municipal:											
Sales .....	8	9	7	7	5	7	12	20	17	6	11
Purchases .....	5	15	5	8	6	5	8	17	7	5	6
Net .....	+ 3	- 6	+ 2	- 1	- 1	+ 2	+ 4	+ 3	+ 10	+ 1	+ 5
Railway, other:											
Sales .....	7	5	3	3	3	4	1	1	1	1	1
Purchases .....	5	5	3	7	6	6	5	4	3	3	1
Net .....	+ 2	-	-	- 4	- 3	- 2	- 4	- 3	- 2	- 2	-
Other corporations:(1)											
Sales .....	50	57	73	88	57	29	37	50	44	33	31
Purchases .....	34	66	59	99	55	51	75	54	47	37	34
Net .....	+ 16	- 9	+ 14	- 11	+ 2	- 22	- 38	- 4	- 3	- 4	- 3
Total bonds, debentures, etc.:											
Sales .....	215	183	251	187	201	260	264	551	700	239	227
Purchases .....	281	348	240	232	201	169	261	490	636	200	150
Net .....	- 66	- 165	+ 11	- 45	-	+ 91	+ 3	+ 61	+ 64	+ 39	+ 77
Common and preference stocks:											
Sales .....	419	713	816	693	467	589	405	732	693	416	535
Purchases .....	290	575	628	556	379	479	354	693	809	585	632
Net .....	+ 129	+ 138	+ 188	+ 137	+ 88	+ 110	+ 51	+ 39	- 116	- 169	- 97

(1) Figures include "Other" Canadian securities.

TABLE 6C. Trade in Outstanding Canadian Securities between Canada and Other Countries, 1954-64

Year	Total Canadian securities			Bonds			Stocks			Other securities		
	Sales	Purchases	Net sales + purchases -	Sales	Purchases	Net sales + purchases -	Sales	Purchases	Net sales + purchases -	Sales	Purchases	Net sales + purchases -
millions of dollars												
1954 ....	634	571	+ 63	205	271	- 66	419	290	+ 129	10	10	-
1955 ....	896	923	- 27	165	335	- 170	713	575	+ 138	18	13	+ 5
1956 ....	1,067	868	+ 199	227	222	+ 5	816	628	+ 188	24	18	+ 6
1957 ....	880	788	+ 92	170	219	- 49	693	556	+ 137	17	13	+ 4
1958 ....	669	581	+ 88	201	201	-	467	379	+ 88	1	1	-
1959 ....	849	648	+ 201	258	167	+ 91	589	479	+ 110	2	2	-
1960 ....	669	615	+ 54	262	260	+ 2	405	354	+ 51	2	1	+ 1
1961 ....	1,283	1,183	+ 100	548	487	+ 61	732	693	+ 39	3	3	-
1962 ....	1,393	1,445	- 52	695	634	+ 61	693	809	- 116	5	2	+ 3
1963 ....	655	785	- 130	237	198	+ 39	416	585	- 169	2	2	-
1964 ....	762	782	- 20	226	149	+ 77	535	632	- 97	1	1	-

TABLE 6D. Trade in Outstanding Foreign Securities between Canada and Other Countries, 1954-64

Year	Total foreign securities			United States bonds			United States stocks			Other foreign securities		
	Sales	Purchases	Net sales + purchases -	Sales	Purchases	Net sales + purchases -	Sales	Purchases	Net sales + purchases -	Sales	Purchases	Net sales + purchases -
millions of dollars												
1954 ....	175	168	+ 7	14	9	+ 5	154	148	+ 6	7	11	- 4
1955 ....	263	238	+ 25	14	13	+ 1	222	196	+ 26	27	29	- 2
1956 ....	252	232	+ 20	15	12	+ 3	211	203	+ 8	26	17	+ 9
1957 ....	210	186	+ 24	28	54	- 26	164	117	+ 47	18	15	+ 3
1958 ....	202	189	+ 13	36	30	+ 6	158	148	+ 10	8	11	- 3
1959 ....	285	317	- 32	27	36	- 9	240	264	- 24	18	17	+ 1
1960 ....	275	294	- 19	36	44	- 8	223	226	- 3	16	24	- 8
1961 ....	427	432	- 5	39	29	+ 10	365	371	- 6	23	32	- 9
1962 ....	356	424	- 68	49	48	+ 1	276	335	- 55	22	38	- 14
1963 ....	430	388	+ 42	53	30	+ 23	351	330	+ 21	26	28	- 2
1964 ....	515	555	- 40	29	34	- 5	444	485	- 41	42	36	+ 6

TABLE 7.

## Domestic Government Bonds

## Stock Prices

## Exchange Rate

(Last Wednesday of month)

Year and Month	Canada 3½% due January 15, 1975-78		United States 3½% due June 15, 1978-83		United Kingdom 3% due August 15, 1965-75		Canada (Dominion Bureau of Statistics)		United States Standard and Poor's Composite Stock Index of Industrials, Railroads and Utilities	United States dollar in Canada (noon average in cents)
	Price	Yield	Price	Yield	Price	Yield	Investors' Price Index (Industrials Utilities Finance)	Composite Mining Index		
							1956 = 100		1941-1943 = 10	
1959- March .....	86.25	4.88	89.19	3.95	75.44	5.25	111.2	93.0	56.15	96.98
June .....	84.13	5.08	87.31	4.09	76.06	5.21	112.0	87.2	57.46	95.88
September .....	78.88	5.61	86.88	4.12	74.94	5.37	105.9	81.4	57.05	95.16
December .....	79.13	5.60	83.19	4.41	75.63	5.19	110.4	82.4	59.06	95.12
1960- March .....	82.13	5.32	87.00	4.13	74.38	5.48	100.3	78.1	55.02	95.09
June .....	84.63	5.08	91.13	3.83	70.50	5.98	104.7	70.5	57.26	98.23
September .....	87.38	4.84	92.25	3.76	71.19	5.94	106.0	76.1	54.81	97.25
December .....	81.63	5.41	91.69	3.80	70.31	6.10	109.4	79.3	56.80	98.24
1961- March .....	84.13	5.18	91.81	3.80	70.91	6.06	124.8	82.8	64.12	98.73
June .....	86.13	4.99	89.50	3.97	69.09	6.35	133.6	90.3	65.62	100.55
September .....	86.00	5.02	88.81	4.03	67.66	6.60	140.1	96.9	67.26	103.08
December .....	86.69	4.96	87.88	4.11	70.34	6.27	142.0	103.1	71.74	104.27
1962- March .....	87.81	4.86	89.50	3.99	70.91	6.24	141.4	100.4	70.29	104.94
June .....	84.38	5.23	90.56	3.91	71.28	6.23	117.6	98.1	55.63	108.79
September .....	83.13	5.38	90.63	3.91	81.34	4.98	119.6	92.3	58.00	107.68
December .....	86.19	5.07	91.63	3.84	80.41	5.13	126.9	88.6	62.64	107.60
1963- March .....	86.31	5.07	91.19	3.88	78.94	5.35	132.3	92.9	65.67	107.80
June .....	88.06	4.91	89.31	3.99	81.88	5.01	139.9	90.8	70.11	107.82
September .....	86.63	5.08	90.00	3.99	83.66	4.82	138.0	91.8	72.85	107.98
December .....	86.06	5.16	87.63	4.19	80.25	5.30	139.8	86.5	74.17	107.93
1964- January .....	85.81	5.19	87.81	4.17	80.63	5.26	145.8	90.3	76.45	108.02
February .....	85.81	5.20	88.06	4.15	79.16	5.47	145.4	92.2	77.39	108.00
March .....	85.38	5.25	86.94	4.25	79.44	5.45	147.1	96.4	78.80	108.05
April .....	85.38	5.26	87.19	4.23	78.72	5.56	154.4	97.9	79.94	108.09
May .....	85.88	5.21	87.88	4.18	78.66	5.59	160.1	99.0	80.72	108.09
June .....	86.06	5.20	88.81	4.10	78.06	5.69	160.5	96.4	80.24	108.09
July .....	86.06	5.20	88.56	4.13	77.50	5.78	164.8	99.3	83.22	108.13
August .....	85.88	5.24	88.44	4.14	77.78	5.76	164.7	101.0	82.00	107.87
September .....	86.13	5.21	88.19	4.16	77.56	5.81	166.8	104.2	83.40	107.61
October .....	86.69	5.15	88.38	4.15	77.16	5.89	170.8	110.5	84.85	107.53
November .....	86.94	5.13	88.19	4.17	75.28	6.17	173.6	113.4	85.44	107.39
December .....	87.63	5.06	88.31	4.16	73.63	6.47	169.4	112.6	83.96	107.46

STATISTICS CANADA LIBRARY  
BIBLIOTHÈQUE STATISTIQUE CANADA



1010510431