

CATALOGUE No.

67-002 C.1

MONTHLY



SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

FEBRUARY 1970

Contains notes on changes introduced
in this edition and a description of
the sources of the statistics.

Published by Authority of
The Minister of Industry, Trade and Commerce

DOMINION BUREAU OF STATISTICS

Balance of Payments and Financial
Flows Division

Balance of Payments Section

May 1970
2306-503

Price: 20 cents
\$2.00 a year

Vol. 36—No. 2

TABLE OF CONTENTS

<u>SECTION</u>	<u>Page</u>
Review of international trade in outstanding securities, February 1970	3
Changes in the report	3
About the figures	4

STATEMENTS

Table

1. Trade in Outstanding Canadian Securities between Canada and Other Countries	5
2. Trade in Outstanding Foreign Securities between Canada and Other Countries	6
3. Trade in Outstanding Securities between Canada and Other Countries during February, 1970.	7
4. Trade in Outstanding Securities between Canada and Other Countries for the Year to Date	8
5. Trade in Outstanding Canadian Bonds and Debentures and Canadian Common and Preference Stocks between Canada and Other Countries	9
6. Transactions in Canadian Securities between Canada and Other Countries	10
7. Offerings and Deliveries of New Issues of Canadian Bonds and Debentures Sold to Residents of the United States	10
8. International Transactions in Selected Canadian Short-Term Money Market Instruments	11
9. Selected Capital Market Statistics	12

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

FEBRUARY 1970

Review of international trade in outstanding securities

Total net inflows of \$56.8 million resulted from international transactions in outstanding securities during February, representing the continuation of a pattern first apparent in December 1969, of heavy net sales of foreign securities and net purchases of Canadian securities. Over the past three months this has given rise to unusually large net inflows totalling over \$150 million. February's net inflow was comprised geographically of inflows of \$47.7 million from the United States, \$5.0 million from the United Kingdom, and \$4.8 million from other European countries, while a net outflow of \$0.7 million resulted from trading with the rest of the world. Gross trading was moderate during a month in which bond and stock prices strengthened. Market optimism was attributable partly to signs of progress in the fight against inflation.

Transactions in Canadian securities gave rise to a net outflow of \$0.3 million, down from the outflows in January and December of \$12.8 million and \$24.0 million respectively. Net purchases of \$4.6 million in outstanding common and preference stock were largely offset by net sales of bonds and debentures of \$4.3 million. Gross trading was evenly distributed between residents of the United States, United Kingdom and other European countries, leading to a net outflow of \$9.1 million to the United States and net inflows of \$5.0 million and \$4.3 million from the United Kingdom and other European countries respectively. Transactions of small amount with other countries led to a net outflow of \$0.5 million.

Net sales of \$57.1 million in outstanding foreign securities marked the third consecutive month in which trading in foreign securities produced a heavy net inflow. As in earlier months, the inflow was almost wholly attributable to transactions with the United States in United States equities, which in February accounted for 92 per cent of gross trading in all types of foreign securities, and were responsible for net inflows of \$58.2 million. Trading in bonds and debentures resulted in a net outflow of \$1.9 million, again due mainly to transactions with the United States. Trading with residents of all other countries in all types of foreign securities totalled \$7.5 million and led to net inflows of \$0.3 million.

Transactions in the year to date have given rise to a net inflow of some \$97 million, made up of net purchases of Canadian securities of \$13 million, and net sales of foreign securities of almost \$110 million. Geographically, inflows of almost \$89 million, \$6 million and \$3 million have been experienced in trading with the United States, United Kingdom, and other European countries respectively, and a net outflow of \$1 million in trading with the rest of the world. The same period in 1969 produced net outflows of some \$5 million, comprised of net sales of Canadian securities of \$53 million and net purchases of foreign securities of \$58 million. Geographically, net outflows to the United States in the first two months of 1969 totalled \$50 million, while net inflows of approximately \$14 million, \$20 million and \$11 million resulted from trading with the United Kingdom, other European countries and all other countries respectively.

Changes in the report

Certain changes have been incorporated in the presentation and detail of this publication as of January 1970. They are the result of a more detailed breakdown of statistics gathered by the Bureau following introduction in 1969 of an improved reporting schedule, code number BP-30, and a general reassessment of information contained in this publication. Specifically the changes are:

- (i) tables previously numbered 2, 3, 4, 5, 6 and 7 are now re-numbered 1, 2, 3, 4, 5 and 9 respectively;
- (ii) the breakdown of trading by area has been expanded to include transactions with residents of European countries other than the United Kingdom. The more extensive breakdown affects tables 1, 2, 3 and 4. The revised breakdown is not available in years prior to 1969 in all cases;
- (iii) quarterly totals now appear in addition to the monthly figures in Tables 1, 2 and 5. Transactions not identified as taking place in a particular month are now included in the quarterly totals, instead of the classification "Month not identified", which has been eliminated;
- (iv) classification of transactions in Canadian bonds and debentures by type of issue now includes separate categories for direct and guaranteed provincial issues. Transactions in issues of railways not guaranteed by governments, previously shown separately, are now incorporated in a single classification embracing transactions in all corporate issues. These changes affect Tables 3, 4 and 6;
- (v) the section on "Analysis of bonds and debentures" in Tables 3 and 4 includes an extra classification showing transactions in United States' Eurobond issues. Details on transactions in bonds and debentures of the United Kingdom have been eliminated because of their diminishing size in recent years;
- (vi) tables on a quarterly basis concerning long-term portfolio security transactions (including new issues and retirements) now appear monthly as Table 6;
- (vii) the table on offerings and deliveries of new issues of Canadian bonds and debentures sold to residents of the United States, previously published quarterly, is now published monthly as Table 7;

- (viii) the table on international transactions in selected Canadian short-term money market instruments, previously published quarterly, now appears monthly as Table 8. Important changes to the table are the inclusion of transactions in Government of Canada treasury bills on a quarterly basis (the table giving details on a monthly basis has been eliminated), and the exclusion of sundry finance company obligations (including bank loans and changes in inter-company accounts);
- (ix) the table on Selected Capital Market Statistics, Table 9, has been extensively revised. The sources and definitions of the new series included are covered in footnotes to the table. New series introduced have been chosen as being more representative of current capital market transactions than those previously published;
- (x) the table concerning arbitrage on treasury bills between Canada and the United States, hitherto re-printed each quarter from the United States Federal Reserve Bulletin, has been eliminated. Canadian and United States treasury bill rates, previously shown in this table, now appear in Table 9, which also includes the forward exchange hedge on the United States dollar. The table continues to be published in the United States Federal Reserve Bulletin.

About the figures

The Bureau's monthly series of "Sales and Purchases of Securities Between Canada and Other Countries" has been collected and compiled since 1933 with the co-operation of banks, investment dealers, stock brokers, and other financial institutions and investors in Canada. It covers international transactions in portfolio securities ordinarily involving a movement of funds from one country to another, but including also exchanges of securities. The underlying concept is of a change in ownership from the resident of one country to that of another.

Monthly data disclosing international transactions in outstanding issues are supplemented at quarterly intervals by estimates of new issues and retirements. Some transactions in short-term securities and other investment forms are also monitored to reflect non-resident participation in Canadian short-term money markets. Source data are reported by investment dealers, and other financial intermediaries and investors who engage directly in transactions with dealers or brokers abroad, on Schedule BP-30 (copies available upon request).

Besides providing data covering trade in outstanding issues, respondents provide figures for foreign participation in new issues on Canadian markets and some Canadian participation in new issues of non-Canadian securities. These figures are not published separately, but are incorporated with data from many other sources to produce the comprehensive estimates of new issues and retirements published quarterly.

The geographic breakdown identifies very broadly residency of the non-Canadian parties involved. The classification "Other Europe" denotes all European countries other than the United Kingdom. In general, all securities are classified by the country of incorporation of the issuer. However, securities of companies incorporated in Canada whose principal operations are abroad are classified as "foreign". Memoranda concerning any special classification of the nationality of certain investors and securities for the purposes of this series have been issued from time to time, and are available upon request. The currency or location of a bond, debenture or share certificate are relevant only insofar as they relate to the classification of a security by type (e.g. in the case of a Eurobond issue).

Other types of security transactions which represent direct investments by the principal owners of an enterprise are excluded from this series, being more appropriately regarded as direct investment. It should also be noted that some types of security transactions by internationally situated enterprises are purposely kept out of the series when they do not reflect international transactions of relevance to the Canadian balance of payments. Examples of these are provided by most security transactions in Canada of Canadian branches of foreign insurance companies and other concerns, and by transactions abroad of foreign branches of Canadian financial institutions and concerns.

Additional historical and other data will be found in the December issue of this publication. A more extensive analysis of capital movements is included with other components of the balance of payments in DBS publication, Catalogue No. 67-001, "Quarterly Estimates of the Canadian Balance of International Payments".

TABLE 1. Trade in Outstanding Canadian Securities between Canada and Other Countries

Period	Total transactions			United States			United Kingdom			Other Europe			Other 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.-	Sales to	Purchases from	Net sales + purch.-
millions of dollars															
1968 - Year	987.4	944.8	+ 42.7	504.9	468.5	+ 36.4	178.1	203.5	- 25.4	304.4	272.7	+ 31.6	(1)	(1)	(1)
1969 - Year	1,111.1	1,049.1	+ 62.0	475.8	494.4	- 18.6	271.0	244.9	+ 26.0	275.2	241.3	+ 33.9	89.1	68.4	+ 20.7
1970 - 2 months	125.0	138.1	- 13.1	39.5	59.8	- 20.3	41.3	35.9	+ 5.4	38.8	35.7	+ 3.1	5.4	6.7	- 1.3
1969 - January	109.7	96.0	+ 13.6	50.7	50.3	+ 0.5	21.5	17.1	+ 4.4	22.9	18.0	+ 4.8	14.6	10.7	+ 3.9
February	129.2	89.5	+ 39.7	42.7	35.2	+ 7.5	28.6	18.8	+ 9.8	39.1	24.0	+ 15.1	18.8	11.5	+ 7.3
March	91.5	90.9	+ 0.6	31.7	40.6	- 9.0	18.9	21.0	- 2.1	29.8	20.6	+ 9.2	11.1	8.7	+ 2.4
1st quarter	330.4	276.5	+ 53.9	125.1	126.1	- 1.0	69.1	56.9	+ 12.2	91.8	62.6	+ 29.1	44.5	30.9	+ 13.6
April	118.8	105.9	+ 12.9	63.4	63.1	+ 0.2	18.9	15.3	+ 3.6	25.8	20.4	+ 5.4	10.7	7.1	+ 3.6
May	127.6	107.8	+ 19.8	68.4	43.2	+ 25.2	25.6	26.0	- 0.4	23.0	29.2	- 6.2	10.5	9.3	+ 1.2
June	113.8	108.2	+ 5.6	55.6	50.8	+ 4.8	20.2	24.4	- 4.2	29.7	26.3	+ 3.3	8.3	6.6	+ 1.6
2nd quarter	360.2	321.9	+ 38.3	187.4	157.2	+ 30.2	64.8	65.7	- 0.9	78.5	75.9	+ 2.6	29.5	23.1	+ 6.4
July	76.2	74.1	+ 2.1	27.4	37.7	- 10.3	23.8	18.4	+ 5.4	20.8	13.9	+ 7.0	4.1	4.1	-
August	54.0	61.5	- 7.5	26.4	34.2	- 7.8	11.6	10.3	+ 1.3	13.1	15.6	- 2.5	2.8	1.4	+ 1.4
September	67.7	77.7	- 10.0	28.3	29.3	- 1.0	22.5	32.8	- 10.2	14.7	14.4	+ 0.3	2.3	1.3	+ 0.9
3rd quarter	197.9	213.3	- 15.4	82.1	101.1	- 19.0	58.0	61.5	- 3.5	48.6	43.9	+ 4.7	9.2	6.8	+ 2.4
October	91.3	80.0	+ 11.3	34.2	40.2	- 6.0	33.0	18.8	+ 14.1	21.3	17.5	+ 3.8	2.8	3.5	- 0.7
November	79.7	81.7	- 2.0	30.0	38.1	- 8.2	25.9	20.7	+ 5.3	21.8	20.7	+ 1.1	2.0	2.2	- 0.2
December	51.7	75.7	- 24.0	17.0	31.6	- 14.7	20.3	21.4	- 1.1	13.3	20.7	- 7.4	1.2	2.0	- 0.8
4th quarter	222.7	237.4	- 14.7	81.1	110.0	- 28.9	79.2	60.9	+ 18.3	56.4	58.9	- 2.5	6.0	7.7	- 1.6
1970 - January	62.0	74.8	- 12.8	23.8	35.0	- 11.2	17.8	17.4	+ 0.4	18.2	19.4	- 1.2	2.2	3.0	- 0.8
February	63.0	63.3	- 0.3	15.7	24.8	- 9.1	23.5	18.5	+ 5.0	20.6	16.3	+ 4.3	3.2	3.7	- 0.5
March															
1st quarter															
April															
May															
June															
2nd quarter															
July															
August															
September															
3rd quarter															
October															
November															
December															
4th quarter															

Note: Quarterly totals may include amounts related to transactions not allocable to a particular month.

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

(1) Transactions with countries other than the United States and United Kingdom in 1968 not further broken down.

TABLE 2. Trade in Outstanding Foreign Securities between Canada and Other Countries

Period	Total transactions			United States			United Kingdom			Other Europe			Other Countries		
	Sales to	Pur-chases from	Net sales + purch.-	Sales to	Pur-chases from	Net sales + purch.-	Sales to	Pur-chases from	Net sales + purch.-	Sales to	Pur-chases from	Net sales + purch.-	Sales to	Pur-chases from	Net sales + purch.-
millions of dollars															
1968 - Year	2,654.2	3,079.5	- 425.3	2,582.8	2,989.4	- 406.6	29.5	39.8	- 10.3	42.0	50.3	- 8.3	(1)	(1)	(1)
1969 - Year	2,272.5	2,159.6	+ 112.9	2,208.4	2,095.8	+ 112.6	34.7	32.8	+ 1.9	17.7	17.6	+ 0.2	11.7	13.5	- 1.9
1970 - 2 months	363.1	253.5	+ 109.6	353.8	245.0	+ 108.8	6.1	5.0	+ 1.1	2.1	2.4	- 0.3	1.1	1.1	-
1969 - January	189.5	225.9	- 36.5	181.2	217.7	- 36.5	4.8	4.9	- 0.1	2.3	1.6	+ 0.7	1.1	1.7	- 0.5
February	188.7	210.9	- 22.2	183.1	204.5	- 21.5	2.4	3.1	- 0.8	1.2	1.5	- 0.3	2.1	1.8	+ 0.3
March	175.4	159.2	+ 16.2	170.8	155.1	+ 15.7	2.1	2.0	+ 0.1	2.1	1.2	+ 0.9	0.4	0.8	- 0.4
1st quarter	560.5	609.3	- 48.8	542.0	590.6	- 48.6	9.3	10.1	- 0.7	5.6	4.3	+ 1.2	3.7	4.3	- 0.7
April	190.0	164.3	+ 25.7	184.5	159.5	+ 25.1	2.1	1.8	+ 0.4	2.1	2.0	+ 0.2	1.2	1.1	+ 0.1
May	212.1	270.4	- 58.3	204.4	263.6	- 59.2	2.6	2.6	-	3.4	3.4	-	1.7	0.8	+ 0.8
June	166.9	137.4	+ 29.5	165.6	133.8	+ 31.8	0.4	1.2	- 0.8	0.5	0.8	- 0.4	0.3	1.5	- 1.2
2nd quarter	572.6	578.8	- 6.2	558.2	563.5	- 5.3	5.1	5.6	- 0.5	6.0	6.2	- 0.2	3.2	3.4	- 0.3
July	160.2	113.6	+ 46.7	156.0	111.1	+ 44.9	1.4	1.2	+ 0.2	1.1	0.4	+ 0.6	1.8	0.9	+ 0.9
August	172.4	137.4	+ 35.0	168.1	133.7	+ 34.4	3.5	2.6	+ 0.9	0.4	0.8	- 0.4	0.4	0.3	+ 0.1
September	164.0	179.6	- 15.7	160.3	172.7	- 12.4	2.3	4.5	- 2.2	0.8	2.0	- 1.2	0.5	0.4	+ 0.1
3rd quarter	500.2	433.0	+ 67.3	488.0	419.8	+ 68.2	7.2	8.2	- 1.0	2.3	3.3	- 1.0	2.7	1.6	+ 1.2
October	230.7	216.4	+ 14.3	224.3	209.8	+ 14.5	5.3	4.7	+ 0.7	0.5	1.0	- 0.5	0.6	1.0	- 0.4
November	183.8	178.5	+ 5.3	176.8	173.3	+ 3.5	4.9	1.9	+ 2.9	1.3	1.0	+ 0.3	0.8	2.3	- 1.4
December	224.6	143.7	+ 80.9	219.1	138.7	+ 80.3	2.8	2.2	+ 0.5	2.1	1.7	+ 0.4	0.6	1.0	- 0.3
4th quarter	639.1	538.6	+ 100.5	620.1	521.8	+ 98.3	13.0	8.9	+ 4.1	3.9	3.7	+ 0.2	2.1	4.2	- 2.1
1970 - January	176.9	124.4	+ 52.5	171.5	119.5	+ 52.0	3.8	2.7	+ 1.1	0.9	1.7	- 0.8	0.7	0.5	+ 0.2
February	186.2	129.1	+ 57.1	182.3	125.5	+ 56.8	2.3	2.3	-	1.2	0.7	+ 0.5	0.4	0.6	- 0.2
March															
1st quarter															
April															
May															
June															
2nd quarter															
July															
August															
September															
3rd quarter															
October															
November															
December															
4th quarter															

Note: Quarterly totals may include amounts related to transactions not allocable to a particular month.

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

(1) Transactions with countries other than the United States and United Kingdom in 1968 not further broken down.

TABLE 3. Trade in Outstanding Securities between Canada and Other Countries

February 1970

Type of issue	Total sales	Total purchases	Net sales + purch. -	United States			United Kingdom			Other Europe			Other 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. -
millions of dollars															
<u>Grand total, Canadian and foreign securities ..</u>	249.2	192.4	+ 56.8	198.0	150.3	+ 47.7	25.8	20.8	+ 5.0	21.8	17.0	+ 4.8	3.6	4.3	- 0.7
<u>Canadian securities, total</u>	63.0	63.3	- 0.3	15.7	24.8	- 9.1	23.5	18.5	+ 5.0	20.6	16.3	+ 4.3	3.2	3.7	- 0.5
Bonds and debentures	18.4	14.1	+ 4.3	2.0	3.8	- 1.8	11.0	9.0	+ 2.0	5.2	1.0	+ 4.2	0.2	0.3	- 0.1
Common and pref'd stock	44.6	49.2	- 4.6	13.7	21.0	- 7.3	12.5	9.5	+ 3.0	15.4	15.3	+ 0.1	3.0	3.4	- 0.4
Other securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<u>Foreign securities, total</u>	186.2	129.1	+ 57.1	182.3	125.5	+ 56.8	2.3	2.3	-	1.2	0.7	+ 0.5	0.4	0.6	- 0.2
United States issues:															
Bonds and debentures	7.5	9.5	- 2.0	6.8	8.8	- 2.0	0.5	0.6	- 0.1	0.2	-	+ 0.2	-	0.1	- 0.1
Common and pref'd stock	176.3	118.0	+ 58.3	174.9	116.7	+ 58.2	0.1	0.4	- 0.3	1.0	0.6	+ 0.4	0.3	0.3	-
United Kingdom issues:															
Bonds and debentures	0.1	0.2	- 0.1	-	-	-	0.1	0.1	-	-	0.1	- 0.1	-	-	-
Common and pref'd stock	0.8	0.3	+ 0.5	0.4	-	+ 0.4	0.4	0.3	+ 0.1	-	-	-	-	-	-
Other countries issues:															
Bonds and debentures	1.2	1.0	+ 0.2	0.1	-	+ 0.1	1.0	0.8	+ 0.2	-	-	-	0.1	0.2	- 0.1
Common and pref'd stock	0.3	0.1	+ 0.2	0.1	-	+ 0.1	0.2	0.1	+ 0.1	-	-	-	-	-	-
Other foreign securities ..	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<u>Analysis of bonds and debentures</u>															
Canadian issues:															
Gov't of Canada - Direct	9.7	8.3	+ 1.4	0.6	0.1	+ 0.5	8.1	7.8	+ 0.3	1.0	0.4	+ 0.6	-	-	-
- Guar.	0.9	0.2	+ 0.7	-	-	-	0.4	-	+ 0.4	0.5	0.2	+ 0.3	-	-	-
Provincial - Direct	1.6	1.7	- 0.1	0.8	1.4	- 0.6	0.5	0.3	+ 0.2	0.3	-	+ 0.3	-	-	-
- Guar.	3.9	0.6	+ 3.3	0.3	0.2	+ 0.1	1.1	0.1	+ 1.0	2.4	0.3	+ 2.1	0.1	-	+ 0.1
Municipal	1.1	1.5	- 0.4	0.1	0.8	- 0.7	0.7	0.7	-	0.3	-	+ 0.3	-	-	-
Corporations	1.2	1.8	- 0.6	0.2	1.3	- 1.1	0.2	0.1	+ 0.1	0.7	0.1	+ 0.6	0.1	0.3	- 0.2
United States issues:															
Government	0.9	1.1	- 0.2	0.9	1.1	- 0.2	-	-	-	-	-	-	-	-	-
Eurobond	0.7	0.6	+ 0.1	0.1	0.1	-	0.5	0.5	-	0.1	-	+ 0.1	-	-	-
Other	5.9	7.8	- 1.9	5.8	7.6	- 1.8	-	0.1	- 0.1	0.1	-	+ 0.1	-	0.1	- 0.1

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

Two months ending February 1970

Type of issue	Total sales	Total purchases	Net sales + purch. -	United States			United Kingdom			Other Europe			Other 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. -
millions of dollars															
<u>Grand total, Canadian and foreign securities ..</u>	488.1	391.6	+ 96.5	393.3	304.8	+ 88.5	47.4	40.9	+ 6.5	40.9	38.1	+ 2.8	6.5	7.8	- 1.3
<u>Canadian securities, total</u>	125.0	138.1	- 13.1	39.5	59.8	- 20.3	41.3	35.9	+ 5.4	38.8	35.7	+ 3.1	5.4	6.7	- 1.3
Bonds and debentures	27.4	25.9	+ 1.5	3.4	8.6	- 5.2	16.0	14.3	+ 1.7	7.5	2.3	+ 5.2	0.5	0.7	- 0.2
Common and pref'd stock	97.6	112.2	- 14.6	36.1	51.2	- 15.1	25.3	21.6	+ 3.7	31.3	33.4	- 2.1	4.9	6.0	- 1.1
Other securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<u>Foreign securities, total</u>	363.1	253.5	+ 109.6	353.8	245.0	+ 108.8	6.1	5.0	+ 1.1	2.1	2.4	- 0.3	1.1	1.1	-
United States issues:															
Bonds and debentures	16.9	18.1	- 1.2	14.8	16.0	- 1.2	1.7	1.5	+ 0.2	0.4	0.4	-	-	0.2	- 0.2
Common and pref'd stock	342.0	232.5	+ 109.5	338.2	229.0	+ 109.2	1.1	1.1	-	1.7	1.8	- 0.1	1.0	0.6	+ 0.4
United Kingdom issues:															
Bonds and debentures	0.1	0.2	- 0.1	-	-	-	0.1	0.1	-	-	0.1	- 0.1	-	-	-
Common and pref'd stock	1.2	0.4	+ 0.8	0.4	-	+ 0.4	0.8	0.4	+ 0.4	-	-	-	-	-	-
Other countries issues:															
Bonds and debentures	2.3	1.9	+ 0.4	0.3	-	+ 0.3	1.9	1.6	+ 0.3	-	0.1	- 0.1	0.1	0.2	- 0.1
Common and pref'd stock	0.6	0.4	+ 0.2	0.1	-	+ 0.1	0.5	0.3	+ 0.2	-	-	-	-	0.1	- 0.1
Other foreign securities ..	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<u>Analysis of bonds and debentures</u>															
Canadian issues:															
Gov't of Canada - Direct	15.2	14.5	+ 0.7	0.6	0.8	- 0.2	12.2	12.4	- 0.2	2.3	1.1	+ 1.2	0.1	0.2	- 0.1
- Guar.	1.0	0.7	+ 0.3	-	0.1	- 0.1	0.5	0.3	+ 0.2	0.5	0.3	+ 0.2	-	-	-
Provincial - Direct	3.4	2.6	+ 0.8	1.7	1.8	- 0.1	1.3	0.7	+ 0.6	0.4	0.1	+ 0.3	-	-	-
- Guar.	4.7	2.2	+ 2.5	0.6	1.5	- 0.9	1.1	0.1	+ 1.0	2.9	0.6	+ 2.3	0.1	-	+ 0.1
Municipal	1.2	2.3	- 1.1	0.1	1.6	- 1.5	0.7	0.7	-	0.4	-	+ 0.4	-	-	-
Corporations	1.9	3.6	- 1.7	0.4	2.8	- 2.4	0.2	0.1	+ 0.1	1.0	0.2	+ 0.8	0.3	0.5	- 0.2
United States issues:															
Government	1.7	2.0	- 0.3	1.7	2.0	- 0.3	-	-	-	-	-	-	-	-	-
Eurobond	1.4	3.3	- 1.9	0.1	1.7	- 1.6	1.1	1.1	-	0.2	0.4	- 0.2	-	0.1	- 0.1
Other	13.8	12.8	+ 1.0	13.0	12.3	+ 0.7	0.6	0.4	+ 0.2	0.2	-	+ 0.2	-	0.1	- 0.1

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

TABLE 5. Trade in Outstanding Canadian Bonds and Debentures and Canadian Common and Preference Stocks between Canada and Other Countries

February 1970

Period	Canadian bonds and debentures(1)						Canadian common and preference stocks					
	Total transactions			United States			Total transactions			United States		
	Sales to	Purchases from	Net sales + purch. -	Sales to	Purchases from	Net sales + purch. -	Sales to	Purchases from	Net sales + purch. -	Sales to	Purchases from	Net sales + purch. -
millions of dollars												
1968 - Year	172.7	242.5	- 69.8	66.8	134.1	- 67.3	814.7	702.3	+ 112.4	438.1	334.4	+ 103.7
1969 - Year	223.7	222.1	+ 1.6	75.8	103.6	- 27.8	887.4	827.0	+ 60.4	400.0	390.8	+ 9.2
1970 - 2 months	27.4	25.9	+ 1.5	3.4	8.6	- 5.2	97.6	112.2	- 14.6	36.1	51.2	- 15.1
1969 - January	9.1	7.5	+ 1.6	4.8	4.4	+ 0.4	100.6	88.5	+ 12.0	45.9	45.9	+ 0.1
February	22.6	11.5	+ 11.1	7.2	4.9	+ 2.3	106.6	78.0	+ 28.6	35.5	30.3	+ 5.2
March	21.3	16.8	+ 4.4	5.0	5.9	- 0.9	70.2	74.1	- 3.9	26.6	34.7	- 8.1
1st quarter	53.0	35.9	+ 17.1	17.0	15.2	+ 1.8	277.4	240.6	+ 36.8	108.1	110.9	- 2.8
April	31.6	27.8	+ 3.8	18.6	21.0	- 2.3	87.2	78.1	+ 9.0	44.8	42.2	+ 2.6
May	14.1	21.6	- 7.5	3.4	8.2	- 4.8	113.4	86.1	+ 27.3	65.1	35.0	+ 30.1
June	15.2	17.8	- 2.7	4.2	8.2	- 4.0	98.6	90.4	+ 8.2	51.4	42.7	+ 8.7
2nd quarter	61.0	67.2	- 6.3	26.2	37.3	- 11.1	299.2	254.7	+ 44.5	161.3	119.9	+ 41.4
July	24.9	21.8	+ 3.1	8.4	9.9	- 1.5	51.3	52.3	- 1.0	19.0	27.7	- 8.8
August	12.0	13.9	- 1.9	6.2	9.7	- 3.5	42.0	47.7	- 5.7	20.3	24.5	- 4.2
September	18.3	31.2	- 12.9	4.1	10.3	- 6.1	49.4	46.5	+ 2.9	24.1	19.0	+ 5.1
3rd quarter	55.2	66.8	- 11.6	18.7	29.9	- 11.2	142.6	146.5	- 3.8	63.4	71.3	- 7.9
October	23.7	18.1	+ 5.7	6.6	8.8	- 2.2	67.5	61.9	+ 5.6	27.6	31.4	- 3.8
November	17.7	14.7	+ 3.0	5.0	5.8	- 0.8	62.0	67.0	- 5.0	25.0	32.3	- 7.3
December	13.1	19.4	- 6.3	2.3	6.6	- 4.3	38.6	56.3	- 17.7	14.6	25.0	- 10.4
4th quarter	54.5	52.1	+ 2.4	13.9	21.2	- 7.3	168.2	185.3	- 17.1	67.2	88.8	- 21.5
1970 - January	9.0	11.8	- 2.8	1.4	4.8	- 3.4	52.2	61.5	- 9.3	21.8	29.5	- 7.7
February	18.4	14.1	+ 4.3	2.0	3.8	- 1.8	44.6	49.2	- 4.6	13.7	21.0	- 7.3
March												
1st quarter												
April												
May												
June												
2nd quarter												
July												
August												
September												
3rd quarter												
October												
November												
December												
4th quarter												

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

Note: Quarterly totals may include amounts related to transactions not allocable to a particular month.

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

TABLE 6. Transactions in Canadian Securities between Canada and Other Countries

Type of issue	1968			1969				
	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 Other Countries</u>								
Bonds and debentures:								
Government of Canada - Direct	- 5	+ 8	- 11	+ 6	+ 10	-	+ 7	+ 23
- Guaranteed	-	+ 3	- 7	-	+ 1	-	-	+ 1
Provincial government - Direct	- 4	- 9	- 33	- 4	- 8	- 10	- 5	- 27
- Guaranteed	N. A.	N. A.	N. A.	+ 10	+ 2	- 2	+ 3	+ 13
Municipal government (including institutions)	- 2	-	- 6	- 3	- 1	- 1	- 1	- 6
Corporations	- 2	+ 5	- 12	+ 8	- 10	+ 1	- 2	- 3
Sub-totals, bonds and debentures	- 13	+ 7	- 69	+ 17	- 6	- 12	+ 2	+ 1
Common and preference stocks	+ 10	+ 53	+ 112	+ 37	+ 44	- 4	- 16	+ 61
Totals	- 3	+ 60	+ 43	+ 54	+ 38	- 16	- 14	+ 62
<u>Proceeds of New Issues of Canadian Securities Sold to Non-residents</u>								
Bonds and debentures:								
Government of Canada - Direct	4	27	290	16	9	5	4	34
- Guaranteed	-	-	-	-	-	-	-	-
Provincial government - Direct	251	197	861	326	210	330	199	1,065
- Guaranteed	20	31	124	43	87	44	9	183
Municipal government (including institutions)	152	91	597	178	120	178	103	579
Corporations								
Sub-totals, bonds and debentures	427	346	1,872	563	426	557	315	1,361
Common and preference stocks	25	20	61	74	87	16	20	107
Totals	452	366	1,933	637	513	573	335	2,058
<u>Retirements of Canadian Securities Held by Non-residents</u>								
Bonds and debentures:								
Government of Canada - Direct	-	18	49	-	49	9	25	83
- Guaranteed	-	-	9	-	-	-	-	-
Provincial government - Direct	8	26	75	27	17	13	16	73
- Guaranteed	11	23	60	15	14	10	49	88
Municipal government (including institutions)	18	46	201	28	45	17	40	130
Corporations								
Sub-totals, bonds and debentures	37	113	394	70	125	49	130	374
Common and preference stocks	-	1	1	-	1	-	-	1
Totals	37	114	395	70	126	49	130	375

TABLE 7. Offerings and Deliveries of New Issues of Canadian Bonds and Debentures Sold to Residents of the United States

	1968			1969				
	Third quarter	Fourth quarter	Total	First quarter	Second quarter	Third quarter	Fourth quarter	Total
millions of dollars								
Undelivered balance, beginning of period	358	365	374	926	948	948	801	926
Offerings of current period	284	876	1,907	392	296	256	236	1,180
Sub-total	642	1,241	2,281	1,318	1,244	1,204	1,037	2,106
Deduct:								
Proceeds of offerings of current period	196	237	1,115	181	204	199	173	967
Proceeds of offerings of prior periods	81	78	240	189	92	204	80	565
Sub-total	277	315	1,355	370	296	403	253	1,322
Undelivered balance, end of period	365	926	926	948	948	801	784	784

N.A. not available

TABLE 8. International Transactions in Selected Canadian Short-Term Money Market Instruments(1)

Item	All countries						United States					
	Sales to		Repurchases and maturities		Net sales + repurch. -		Sales to		Repurchases and maturities		Net sales + repurch. -	
	1969	1970	1969	1970	1969	1970	1969	1970	1969	1970	1969	1970
millions of dollars												
<u>Government of Canada Treasury Bills</u>												
First quarter	132		119		+ 13		54		54		-	
Second quarter	221		226		- 5		53		43		+ 10	
Third quarter	259		254		+ 5		89		90		- 1	
Fourth quarter	179		160		+ 19		4		6		- 2	
Year	791		759		+ 32		200		193		+ 7	
<u>Buy-back transactions(2)</u>												
First quarter	1		1		-		-		-		-	
Second quarter	-		-		-		-		-		-	
Third quarter	14		14		-		-		-		-	
Fourth quarter	-		-		-		-		-		-	
Year	15		15		-		-		-		-	
<u>Finance company paper</u>												
First quarter	359		200		+ 159		346		192		+ 154	
Second quarter	602		531		+ 71		596		514		+ 82	
Third quarter	575		646		- 71		567		638		- 71	
Fourth quarter	561		544		+ 17		547		524		+ 23	
Year	2,097		1,921		+ 176		2,056		1,868		+ 188	
<u>Commercial paper(3)</u>												
First quarter	43		44		- 1		39		39		-	
Second quarter	68		45		+ 23		64		42		+ 22	
Third quarter	57		72		- 15		46		62		- 16	
Fourth quarter	124		88		+ 36		95		57		+ 38	
Year	292		249		+ 43		244		200		+ 44	
<u>Other short-term paper(4)</u>												
First quarter	75		77		- 2		60		73		- 13	
Second quarter	33		53		- 20		31		38		- 7	
Third quarter	19		24		- 5		16		20		- 4	
Fourth quarter	48		24		+ 24		35		11		+ 24	
Year	175		178		- 3		142		142		-	
<u>Totals</u>												
First quarter	610		441		+ 169		499		358		+ 141	
Second quarter	924		855		+ 69		744		637		+ 107	
Third quarter	924		1,010		- 86		718		810		- 92	
Fourth quarter	912		816		+ 96		681		598		+ 83	
Year	3,370		3,122		+ 248		2,642		2,403		+ 239	

(1) The classification "Other finance company obligations" previously included in this statement, consisting of bank loans and inter-company accounts, can be obtained from the "Quarterly Estimates of the Canadian Balance of International Payments" (DBS Catalogue No. 67-001), where a more comprehensive presentation and analysis on Canada's capital movements in short-term forms is given.

(2) Based on Government of Canada securities having an original term over one year.

(3) Including bankers' acceptances.

(4) Including notes of banks, mortgage loan companies and municipal and provincial governments.

TABLE 9. Selected Capital Market Statistics

Year & month	Stock prices		Selected capital market yields								Premium (+) or dis- count (-) on forward United States dollar(5)
	Canada DBS Investors' price index	United States Standard & Poor's "Standard 500"	Long-term			Short-term					
			Canadian industrials average(1)	Government of Canada average(2)	United States Government average(3)	Canadian finance company(2)	Euro- dollar(4)	Treasury bills			
								Canadian(2)	United States(2)	U.S. adj. to Canadian quotation basis	
1965 - March	180.0	86.83	5.50	5.06	4.15	4.38		3.62	3.92	4.01	- .30
June	174.0	85.04	5.64	5.16	4.14	4.75		3.93	3.78	3.87	- .41
September	175.5	85.32	5.83	5.32	4.25	5.15		4.13	3.98	4.08	+ .49
December	173.8	91.73	6.05	5.40	4.43	6.00		4.54	4.46	4.57	+ .69
1966 - March	175.0	88.88	6.22	5.58	4.63	5.98	N.A.	5.06	4.56	4.68	+ .21
June	170.6	86.06	6.30	5.66	4.63	6.18		5.00	4.44	4.55	+ .14
September	152.7	77.81	6.83	5.75	4.79	6.30		5.01	5.50	5.66	- .29
December	154.6	81.33	6.83	5.76	4.65	6.52		4.96	4.75	4.87	- .33
1967 - March	171.4	89.42	6.65	5.48	4.45	5.32		4.13	4.15	4.25	- .13
June	174.5	91.43	7.07	5.87	4.86	5.46		4.28	3.46	3.54	+ .25
September	181.0	95.81	7.43	6.19	4.99	5.86		4.76	4.63	4.75	+ 1.18
December	173.6	95.30	7.59	6.54	5.36	6.46	6.25	5.95	4.99	5.87	+ .50
1968 - March	157.7	89.09	7.93	6.91	5.39	7.26	6.25	6.98	5.19	5.33	+ 1.91
June	174.4	100.53	8.05	6.62	5.23	7.07	6.75	6.56	5.24	5.38	+ 1.26
September	187.8	101.34	7.82	6.60	5.09	6.10	6.19	5.66	5.15	5.29	+ .90
December	201.5	106.48	8.18	7.27	5.65	6.54	7.06	6.24	6.20	6.39	+ .37
1969 - March	198.0	99.30	8.43	7.22	6.05	6.92	8.44	6.58	5.95	6.12	- .58
June	198.3	99.14	8.89	7.50	6.06	7.67	10.50	7.13	6.52	6.72	- 1.58
September	194.7	94.51	8.91	7.81	6.32	8.26	11.31	7.77	7.16	7.39	- .50
December	199.3	91.11	9.29	8.33	6.81	8.97	10.13	7.81	8.10	8.38	- .06
1970 - January	199.0	90.31	9.32	8.31	6.86	8.65	9.56	7.78	7.89	8.16	+ .19
February	195.2	87.16	9.28	8.13	6.44	8.41	9.31	7.60	6.81	6.95	+ .28
March											
April											
May											
June											
July											
August											
September											
October											
November											
December											

(1) Source: Mcleod, Young, Weir and Company Limited.

(2) Source: Bank of Canada.

(3) Source: United States Federal Reserve Bulletin.

(4) Source: Morgan Guaranty Trust Company.

(5) Rates per annum computed on basis of average 90 - day forward spread on the spot noon rates.

N.A. not available

1010511602

STATISTICS CANADA LIBRARY
BIBLIOTHEQUE STATISTIQUE CANADA