

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

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Sales and Purchases of Securities Between Canada
and Other Countries.

July, 1940.

The volume of the international trade in securities declined further in July below the unusually low level reached in June. The balance of sales, \$1.3 million, was also smaller than in preceding months. A contraction in volume occurred in each of the main groups of securities, Canadian bonds, Canadian stocks, and United States stocks. In contrast to most previous months Canadian bonds were repurchased while Canadian stocks were sold on balance. As these opposite tendencies were mainly offsetting, the balance of sales of Canadian securities was quite small while net sales of United States stocks were appreciable.

Most of the trade continued to be with the United States. But trading with the United States in each group of Canadian bonds was light. Small sales of Dominion issues were more than offset by repurchases of each of the other groups of bonds. Transactions in Canadian and United States stocks were the main source of net sales. Net sales of the former group amounted to \$0.4 million and net sales of the latter group were \$1.0 million.

Trading with the United Kingdom also contracted sharply. Repurchases continued but the balance amounted to less than \$0.1 million divided between Canadian bonds and stocks.

Transactions with other countries were also very light.

Totals of the international trade in securities for the first seven months of 1940 reflect the main outline of the trade in the earlier months of the year. The greater part of the volume was made up of trading in Canadian securities and the net sales of this group amounted to \$8.5 million out of a total of \$22.4 million net sales of all securities. While net sales of Canadian bonds and debentures were \$9.7 million there were repurchases of Canadian stocks of \$1.3 million. Sales of United States stocks amounted to \$13.0 million on balance in the first seven months of the year.

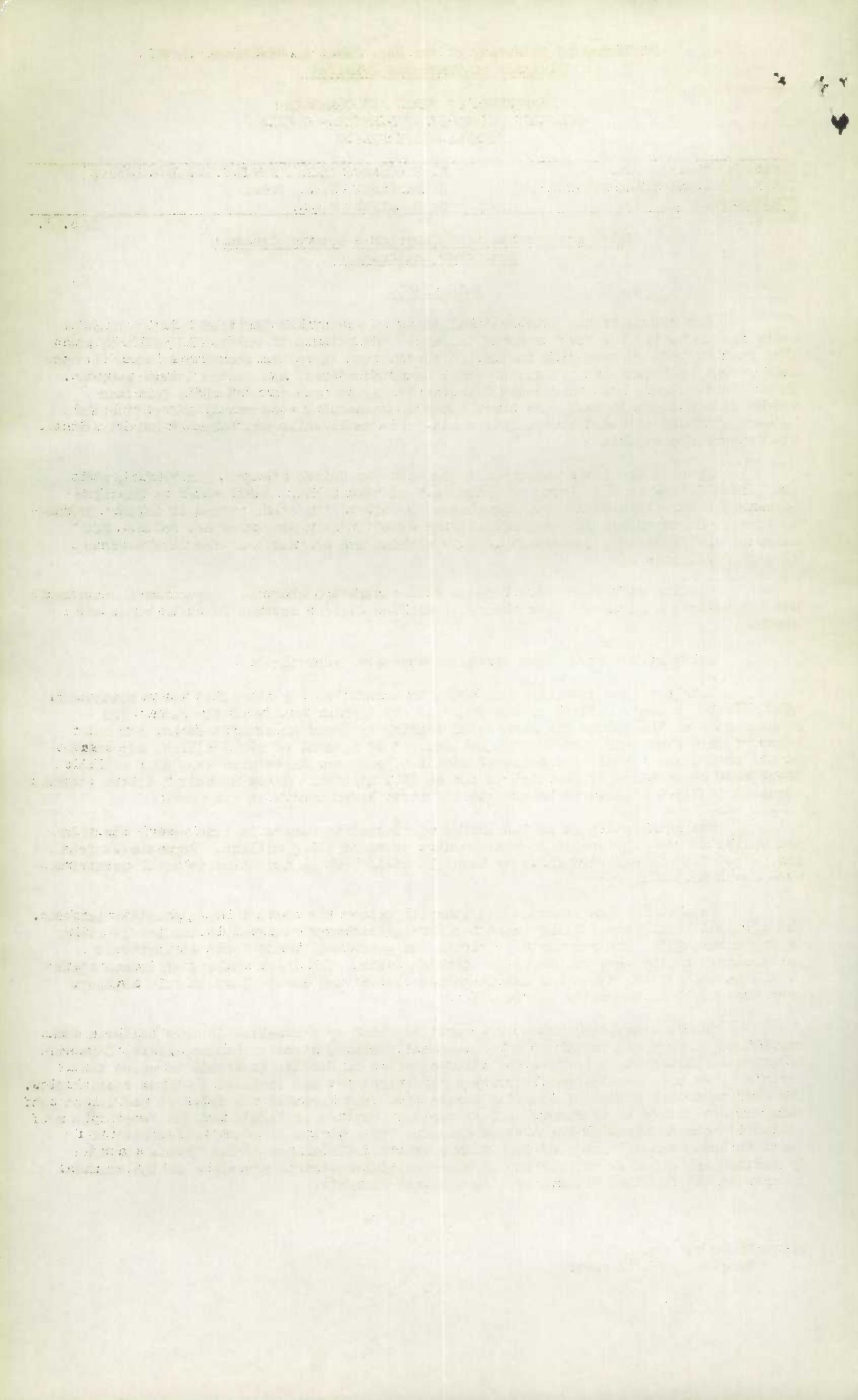
The principal part of the inflow of capital to Canada in this period was from the United States. Net sales to that country totalled \$22.5 million. Repurchases from the United Kingdom exceeded sales by about \$1 million while net sales to other countries were about \$0.9 million.

Data on foreign exchange and security prices are shown in supplementary tables. The official buying and selling rates for foreign exchange remained at the levels fixed in September 1939. The mid month prices of the government bonds shown strengthened particularly in the case of the United Kingdom issue. The index numbers of common stock prices in the United States and Canada gained some of the ground lost in June although they were still at unusually low levels.

The international trade in securities shown by statistics in this bulletin was carried on through the medium of the investment dealers, stock exchanges, banks, Canadian branches of United States houses and other agencies in Canada. It should be noted that certain types of international security transactions are not included in these statistics. The most important groups of security transactions not included are sales of new issues of Canadian securities to syndicate members resident outside of Canada and the redemption of called or matured Canadian bonds owned abroad. For a period of years retirements of Canadian bonds owned outside of Canada have exceeded flotations of new issues abroad by substantial amounts. Statistics on these capital movements are shown in the annual reports on the Canadian Balance of International Payments.

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Month	Sales to United States			Purchases from United States		
	1938	1939	1940	1938	1939	1940
January...	26,262,135	34,190,083	14,509,985	21,308,845	19,035,693	9,278,902
February..	18,918,429	20,157,920	11,844,742	15,189,571	14,213,547	8,446,081
March.....	27,458,641	32,942,417	12,482,670	27,218,089	19,320,244	9,243,256
April.....	14,991,642	18,091,706	13,518,620	18,606,568	17,613,966	9,760,919
May.....	15,161,223	23,667,422	17,092,131	12,759,841	14,292,557	14,404,905
June.....	27,492,883	20,691,834	8,481,756	19,512,272	21,641,521	5,745,385
July ^x	27,600,309	18,719,834	4,269,054	22,984,124	14,390,063	2,828,205
Total 7 Months ^x	157,885,262	168,461,221	82,198,958	137,579,310	120,507,591	59,707,653

II

Month	Sales to United Kingdom			Purchases from United Kingdom		
	1938	1939	1940	1938	1939	1940
January...	4,458,753	6,194,731	843,347	6,535,435	3,845,667	867,435
February..	4,105,103	4,928,421	1,885,379	4,060,483	3,785,244	1,307,780
March.....	5,099,985	4,322,976	1,592,210	5,075,732	5,008,967	1,533,299
April.....	3,954,319	3,335,639	1,674,420	6,076,180	3,040,926	1,996,664
May.....	2,511,223	2,752,465	752,534	3,394,818	3,482,822	1,279,396
June.....	2,970,571	2,785,037	424,133	4,299,648	5,231,569	576,471
July ^x	6,313,501	2,277,570	112,208	5,745,257	5,105,703	194,509
Total 7 Months ^x	29,413,455	26,596,839	6,784,231	35,187,553	29,500,898	7,755,554

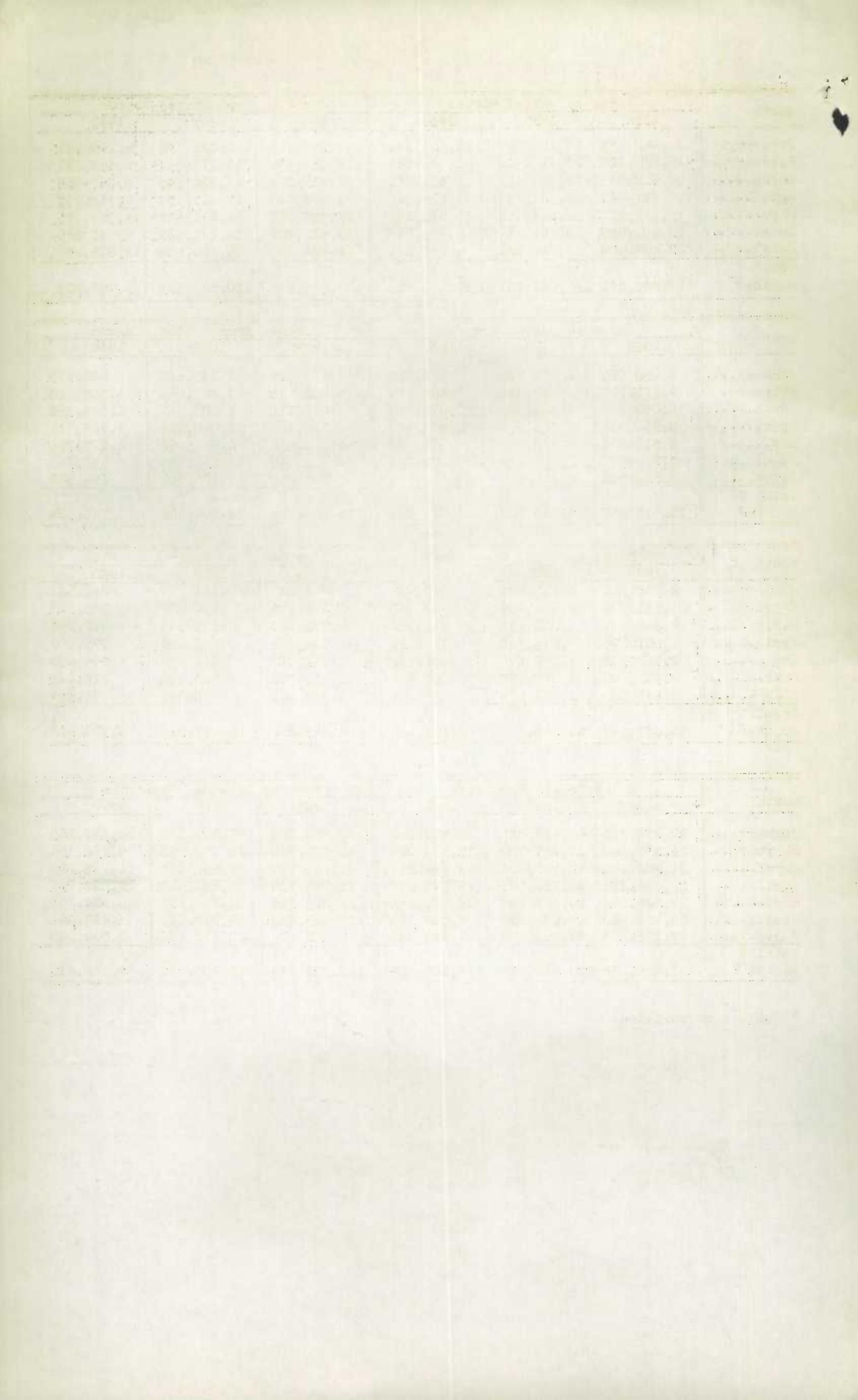
III

Month	Sales to Other Countries			Purchases from Other Countries		
	1938	1939	1940	1938	1939	1940
January...	2,015,911	3,115,006	440,238	905,815	1,351,779	212,911
February..	1,911,771	2,881,359	363,962	1,170,289	800,529	236,723
March.....	2,349,557	5,683,991	817,993	2,070,926	2,127,844	492,068
April.....	1,532,378	5,275,746	380,322	692,968	946,521	279,400
May.....	2,253,953	3,132,670	437,526	941,567	961,274	294,400
June.....	2,651,409	2,527,257	107,234	1,113,543	954,133	116,225
July ^x	3,362,568	2,694,498	57,224	1,859,148	955,730	71,681
Total 7 Months ^x	16,077,547	25,360,527	2,604,499	8,754,256	8,097,810	1,703,408

IV

Month	Sales to All Countries			Purchases from All Countries		
	1938	1939	1940	1938	1939	1940
January...	32,736,799	43,499,825	15,793,570	28,750,095	24,233,139	10,359,248
February..	24,935,303	27,967,700	13,594,083	20,420,343	18,799,320	9,990,584
March.....	34,908,183	42,949,384	14,892,873	34,364,747	26,457,055	11,268,623
April.....	20,478,339	26,703,091	15,573,362	25,375,716	21,601,413	12,036,983
May.....	19,926,399	29,602,557	18,282,191	17,095,226	18,736,653	15,978,701
June.....	33,114,863	26,004,128	9,013,123	24,925,463	27,827,223	6,438,081
July ^x	37,276,378	23,691,902	4,438,486	30,588,529	20,451,496	3,094,395
Total 7 Months ^x	203,376,264	220,418,587	91,587,688	181,521,119	158,106,299	69,166,615

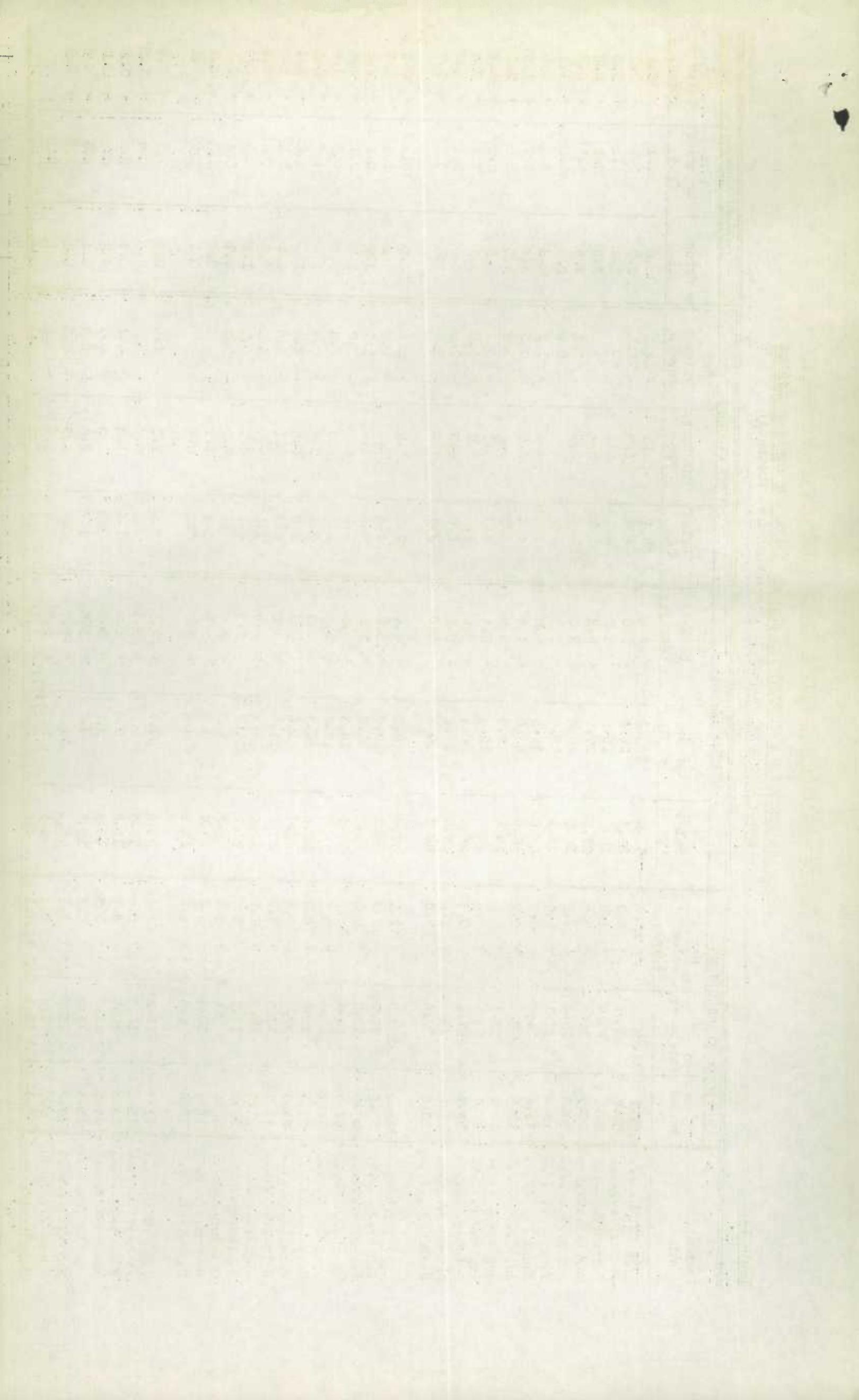
^x Subject to revision.



SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
 (In millions of dollars to nearest hundred thousand)

Table IA

Year and Month.	TOTAL TRANSACTIONS			UNITED STATES			UNITED KINGDOM			OTHER COUNTRIES		
	Sales	Purchases	Net Sales + Purch. -	Sales to	Purchases from	Net Sales + Purch. -	Sales to	Purchases from	Net Sales + Purch. -	Sales to	Purchases from	Net Sales + Purch. -
<u>1938 TOTAL.....</u>	369.2	340.3	+ 28.9	283.5	261.3	+ 22.2	52.1	64.3	- 12.2	33.6	14.7	+ 18.9
January.....	32.7	28.7	+ 4.0	26.3	21.3	+ 5.0	4.4	6.5	- 2.1	2.0	0.9	+ 1.1
February.....	24.9	20.4	+ 4.5	18.9	15.2	+ 3.7	4.1	4.1	-	1.9	1.1	+ 0.8
March.....	34.9	34.4	+ 0.5	27.5	27.2	+ 0.3	5.1	5.1	-	2.3	2.1	+ 0.2
April.....	20.5	25.4	- 4.9	15.0	18.6	- 3.6	4.0	6.1	- 2.1	1.5	0.7	+ 0.8
May.....	19.9	17.1	+ 2.8	15.1	12.8	+ 2.3	2.5	3.4	- 0.9	2.3	0.9	+ 1.4
June.....	33.1	24.9	+ 8.2	27.5	19.5	+ 8.0	3.0	4.3	- 1.3	2.6	1.1	+ 1.5
July.....	57.3	30.6	+ 6.7	27.6	23.0	+ 4.6	6.3	5.7	+ 0.6	3.4	1.9	+ 1.5
August.....	29.9	25.1	+ 4.8	23.1	17.9	+ 5.2	2.8	6.3	- 3.5	4.0	0.9	+ 3.1
September.....	31.1	23.5	+ 7.6	24.8	19.4	+ 5.4	3.8	3.3	+ 0.5	2.5	0.8	+ 1.7
October.....	36.7	37.0	- 0.3	26.6	30.1	- 3.5	6.6	5.8	+ 0.8	3.5	1.1	+ 2.4
November.....	37.6	35.6	+ 2.0	26.8	27.0	- 0.2	6.0	6.5	- 0.5	4.8	2.1	+ 2.7
December.....	30.6	37.6	- 7.0	24.3	29.3	- 5.0	3.5	7.2	- 3.7	2.8	1.1	+ 1.7
<u>1939 TOTAL.....</u>	311.0	238.9	+ 72.1	247.9	190.5	+ 57.4	32.3	37.8	- 5.5	30.8	10.6	+ 20.2
January.....	43.5	24.2	+ 19.3	34.2	19.0	+ 15.2	6.2	3.8	+ 2.4	3.1	1.4	+ 1.7
February.....	28.0	18.8	+ 9.2	20.2	14.2	+ 6.0	4.9	3.8	+ 1.1	2.9	0.8	+ 2.1
March.....	42.9	26.4	+ 16.5	32.9	19.3	+ 13.6	4.3	5.0	- 0.7	5.7	2.1	+ 3.6
April.....	26.7	21.6	+ 5.1	18.1	17.7	+ 0.4	3.3	3.0	+ 0.3	5.3	0.9	+ 4.4
May.....	29.6	18.8	+ 10.8	23.6	14.3	+ 9.3	2.8	3.5	- 0.7	3.2	1.0	+ 2.2
June.....	26.0	27.8	- 1.8	20.7	21.6	- 0.9	2.8	5.2	- 2.4	2.5	1.0	+ 1.5
July.....	23.7	20.5	+ 3.2	18.7	14.5	+ 4.2	2.3	5.1	- 2.8	2.7	0.9	+ 1.8
August.....	21.2	19.7	+ 1.5	16.4	14.9	+ 1.5	1.8	4.0	- 2.2	3.0	0.8	+ 2.2
September.....	28.5	33.5	- 5.0	26.7	31.7	- 5.0	0.5	0.9	- 0.4	1.3	0.9	+ 0.4
October.....	10.5	7.1	+ 3.4	9.3	5.3	+ 3.5	0.8	1.0	- 0.2	0.4	0.3	+ 0.1
November.....	16.8	10.9	+ 5.9	14.7	8.9	+ 5.8	1.7	1.7	-	0.4	0.3	+ 0.1
December.....	13.6	9.6	+ 4.0	12.5	8.6	+ 3.9	0.8	0.8	-	0.3	0.2	+ 0.1
<u>1940 TOTAL....</u>	91.6	69.2	+ 22.4	82.2	59.7	+ 22.5	6.8	7.8	- 1.0	2.6	1.7	+ 0.9
January.....	15.8	10.4	+ 5.4	14.5	9.3	+ 5.3	0.8	0.9	-	0.4	0.2	+ 0.2
February.....	13.6	10.0	+ 3.6	11.8	8.4	+ 3.4	1.4	1.3	+ 0.1	0.4	0.2	+ 0.1
March.....	14.9	11.3	+ 3.6	12.5	9.2	+ 3.3	1.6	1.5	+ 0.1	0.8	0.5	+ 0.3
April.....	15.6	12.0	+ 3.6	13.5	9.8	+ 3.6	1.7	2.0	- 0.3	0.4	0.3	+ 0.1
May.....	18.3	16.0	+ 2.3	17.1	14.4	+ 2.7	0.8	1.3	- 0.5	0.4	0.3	+ 0.1
June.....	9.0	6.4	+ 2.6	8.5	5.7	+ 2.8	0.4	0.6	- 0.2	0.1	0.1	-
July ^X	4.4	3.1	+ 1.3	4.2	2.8	+ 1.4	0.1	0.2	- 0.1	0.1	0.1	-

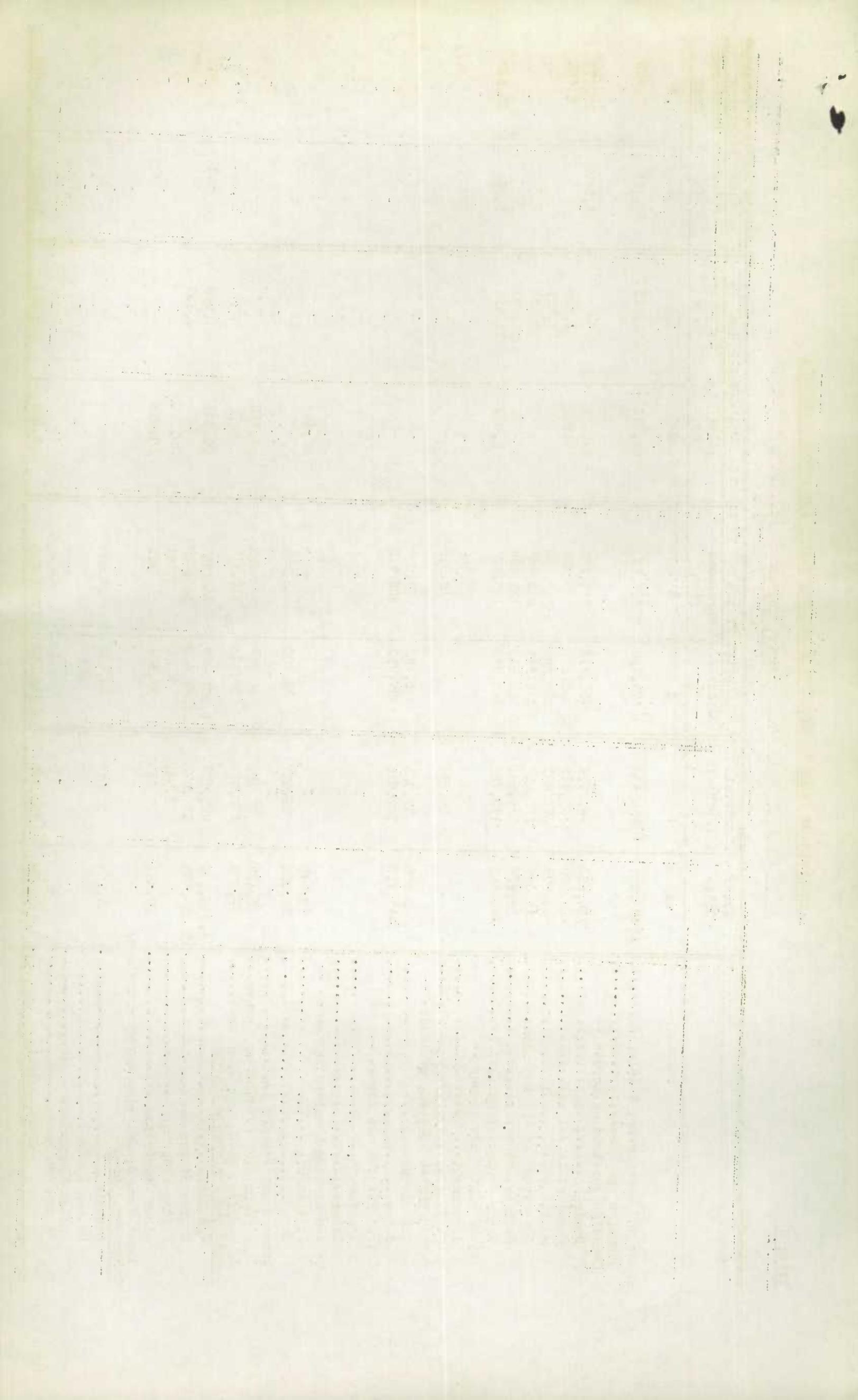


ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

Table 2.

JULY, 1940.

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
	\$	\$	\$	\$	\$	\$	\$	\$
Bonds and Debentures, Total.....	1,755,287	1,808,978	1,674,790	1,654,118	61,372	102,875	19,125	51,985
Canadian new issues.....	-	-	-	-	-	-	-	-
Canadian outstanding issues --								
Dominion.....	766,120	681,938	751,949	661,165	10,172	-	3,999	20,773
Provincial.....	53,700	59,175	35,800	50,703	17,900	1,808	-	6,664
Municipal.....	36,595	76,905	36,595	57,698	-	19,207	-	-
Guaranteed by the Dominion.....	126,249	278,882	116,449	212,748	-	66,134	9,800	-
Railway, Other.....	20,926	139,591	20,926	139,494	-	97	-	-
Other Corporations.....	154,661	190,755	146,283	150,578	3,052	15,629	5,326	24,548
United States new issues --								
Government.....	-	-	-	-	-	-	-	-
Other.....	-	10,516	-	10,516	-	-	-	-
United States outstanding issues --								
Government.....	5,588	39,055	5,588	39,055	-	-	-	-
Other.....	327,713	202,918	327,713	202,918	-	-	-	-
United Kingdom new issues --								
Government.....	-	-	-	-	-	-	-	-
Other.....	-	-	-	-	-	-	-	-
United Kingdom outstanding issues --								
Government.....	23,475	-	-	-	23,475	-	-	-
Other.....	18,150	18,037	18,150	18,037	-	-	-	-
Other Countries new issues.....	-	-	-	-	-	-	-	-
Other Countries outstanding issues....	62,632	492	55,859	492	6,773	-	-	-
Unspecified Bonds and Debentures.....	159,478	110,714	159,478	110,714	-	-	-	-
<u>Common and Preference Stocks</u>								
Canadian.....	1,215,999	871,187	1,137,979	764,257	39,921	87,296	38,099	19,634
United States.....	1,384,603	387,878	1,384,603	383,478	-	4,338	-	62
United Kingdom.....	-	1,541	-	1,541	-	-	-	-
Other Countries.....	38,489	725	27,574	725	10,915	-	-	-
Short-Term Securities (one year or less)	-	-	-	-	-	-	-	-
<u>Other Securities</u>								
Canadian.....	44,108	24,086	44,108	24,086	-	-	-	-
United States.....	-	-	-	-	-	-	-	-
United Kingdom.....	-	-	-	-	-	-	-	-
Other Countries.....	-	-	-	-	-	-	-	-
GRAND TOTAL.....	4,438,486	3,094,395	4,269,054	2,828,205	112,208	194,509	57,224	71,681

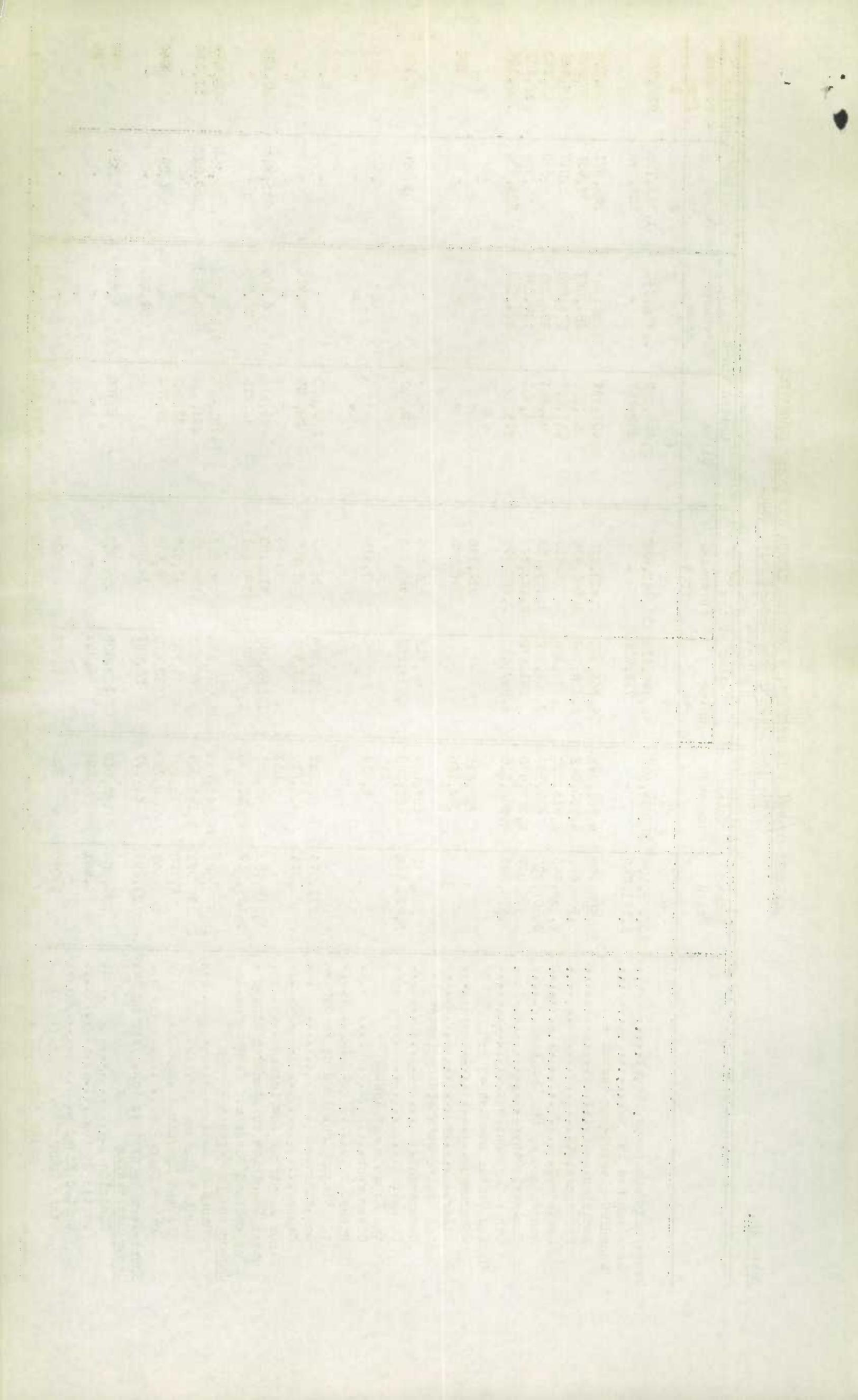


ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

Table 2A.

For the Seven Months Ending July, 1940.

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
			\$	\$	\$	\$	\$	\$
Bonds and Debentures, Total.....	46,377,504	36,054,386	42,395,422	31,642,686	2,648,292	3,483,940	1,333,790	927,760
Canadian new issues.....	1,181,762	-	753,754	-	203,467	-	224,541	-
Canadian outstanding issues --								
Dominion.....	14,588,193	8,861,092	12,965,330	7,623,477	1,401,192	1,054,407	221,671	183,208
Provincial.....	5,514,661	3,590,842	5,418,744	3,080,434	58,511	484,061	37,406	26,347
Municipal.....	2,736,495	1,515,110	2,624,180	1,125,613	111,298	374,870	1,017	14,627
Guaranteed by the Dominion.....	6,907,326	687,137	6,802,662	8,189,123	94,864	480,871	9,800	17,143
Railway, Other.....	492,047	2,356,970	361,670	2,182,647	74,954	149,038	55,423	25,285
Other Corporations.....	7,578,387	4,306,210	6,957,442	2,957,495	315,995	844,389	304,950	504,326
United States new issues --								
Government.....	-	922,896	-	922,896	-	-	-	-
Other.....	-	317,465	-	316,965	-	-	-	500
United States outstanding issues --								
Government.....	82,715	157,084	82,715	157,084	-	-	-	-
Other.....	2,725,546	1,489,280	2,679,263	1,463,146	2,693	-	43,590	26,134
United Kingdom new issues --								
Government.....	-	2,419	-	2,419	-	-	-	-
Other.....	-	-	-	-	-	-	-	-
United Kingdom outstanding issues --								
Government.....	321,376	35,721	31,286	35,721	290,090	-	-	-
Other.....	401,974	437,817	373,972	368,807	28,002	68,910	-	-
Other Countries new issues	-	4,953	-	4,953	-	-	-	-
Other Countries outstanding issues..	1,519,903	748,755	1,059,000	612,165	25,511	6,400	435,392	130,190
Unspecified Bonds and Debentures....	2,327,119	2,620,635	2,285,404	2,599,641	41,715	20,994	-	-
Common and Preference Stocks								
Canadian.....	18,430,586	19,692,693	13,501,155	14,770,322	3,721,075	4,181,773	1,208,356	740,598
United States.....	26,187,921	13,172,097	25,766,635	13,105,100	361,438	33,913	59,848	33,084
United Kingdom.....	76,773	11,508	43,831	11,508	32,942	-	-	-
Other Countries.....	243,651	9,749	230,643	8,889	11,784	-	1,224	860
Short-Term Securities (one year or less)	25,897	65,291	25,897	14,000	-	51,291	-	-
Other Securities								
Canadian.....	239,386	160,042	229,405	154,823	8,700	4,637	1,281	582
United States.....	4,891	524	4,891	-	-	-	-	524
United Kingdom.....	-	-	-	-	-	-	-	-
Other Countries.....	1,079	325	1,079	325	-	-	-	-
GRAND TOTAL.....	91,587,688	69,166,615	82,198,958	59,707,653	6,784,231	7,755,554	2,604,499	1,703,408



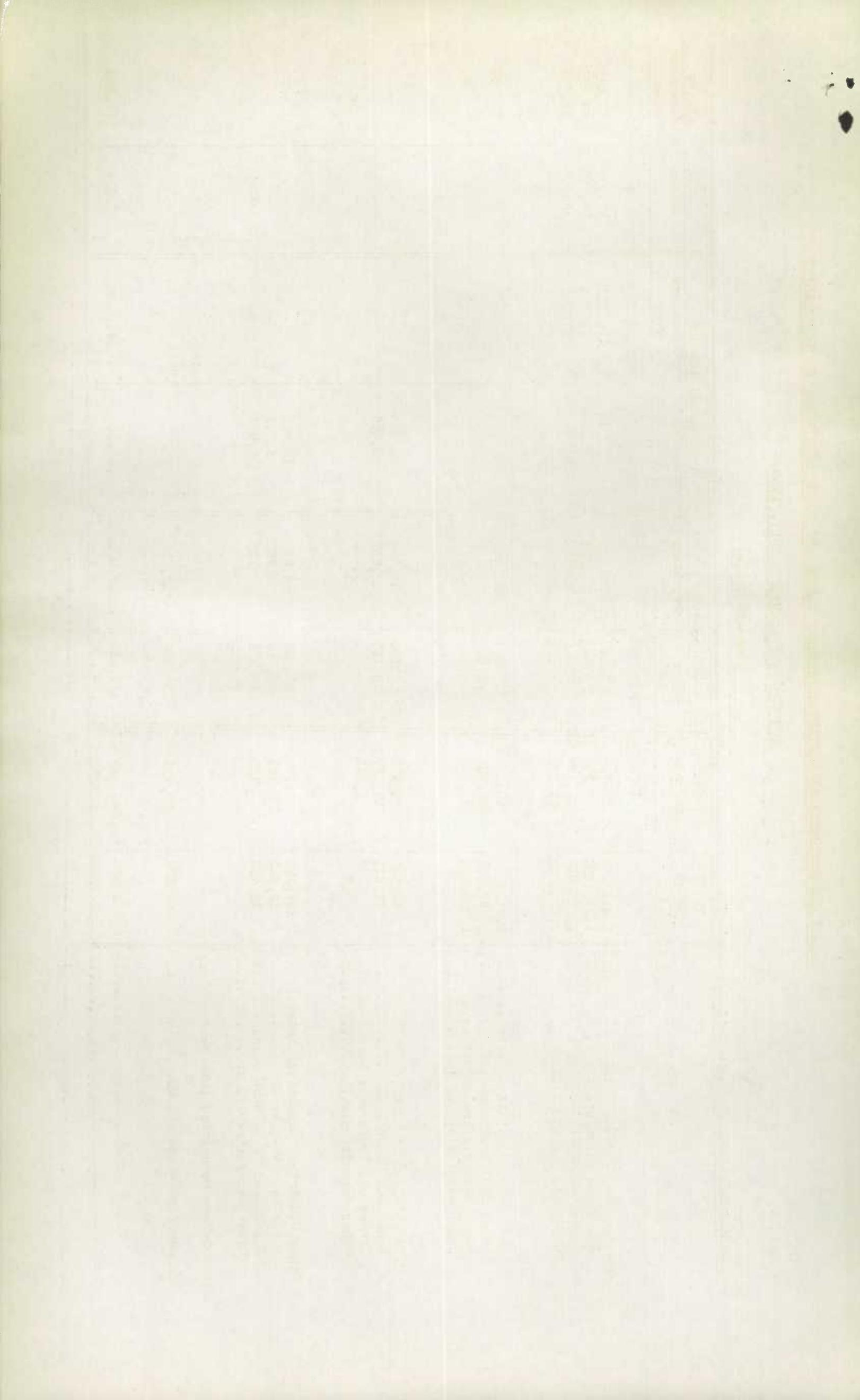
SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, BY NATIONALITY

AND CLASS OF SECURITY, JULY, 1940.

Table 3.

(Summary Table)

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
	\$	\$	Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
Canadian Securities, Total.....	2,418,358	2,322,519	2,290,029	2,060,729	71,045	190,171	57,224	71,619
Bonds and Debentures.....	1,152,251	1,427,246	1,108,002	1,272,386	31,124	102,875	19,125	51,985
Common and Preference Stocks.....	1,215,999	871,187	1,137,979	764,257	39,921	87,296	38,099	19,634
Other Securities.....	44,108	24,086	44,108	24,086	-	-	-	-
United States Securities, Total.....	1,717,904	640,367	1,717,904	635,967	-	4,338	-	62
Bonds and Debentures.....	333,301	252,489	333,301	252,489	-	-	-	-
Common and Preference Stocks.....	1,384,603	387,878	1,384,603	383,478	-	4,338	-	62
Other Securities.....	-	-	-	-	-	-	-	-
United Kingdom Securities, Total.....	41,625	19,578	18,150	19,578	23,475	-	-	-
Bonds and Debentures.....	41,625	18,037	18,150	18,037	23,475	-	-	-
Common and Preference Stocks.....	-	1,541	-	1,541	-	-	-	-
Other Securities.....	-	-	-	-	-	-	-	-
Other Countries Securities, Total.....	101,121	1,217	83,433	1,217	17,688	-	-	-
Bonds and Debentures.....	62,632	492	55,859	492	6,773	-	-	-
Common and Preference Stocks.....	38,489	725	27,574	725	10,915	-	-	-
Other Securities.....	-	-	-	-	-	-	-	-
Short-Term Securities (one year or less)	-	-	-	-	-	-	-	-
Unspecified Bonds and Debentures.....	159,478	110,714	159,478	110,714	-	-	-	-
GRAND TOTAL.....	4,433,486	3,094,395	4,269,054	2,828,205	112,208	194,509	57,224	71,681

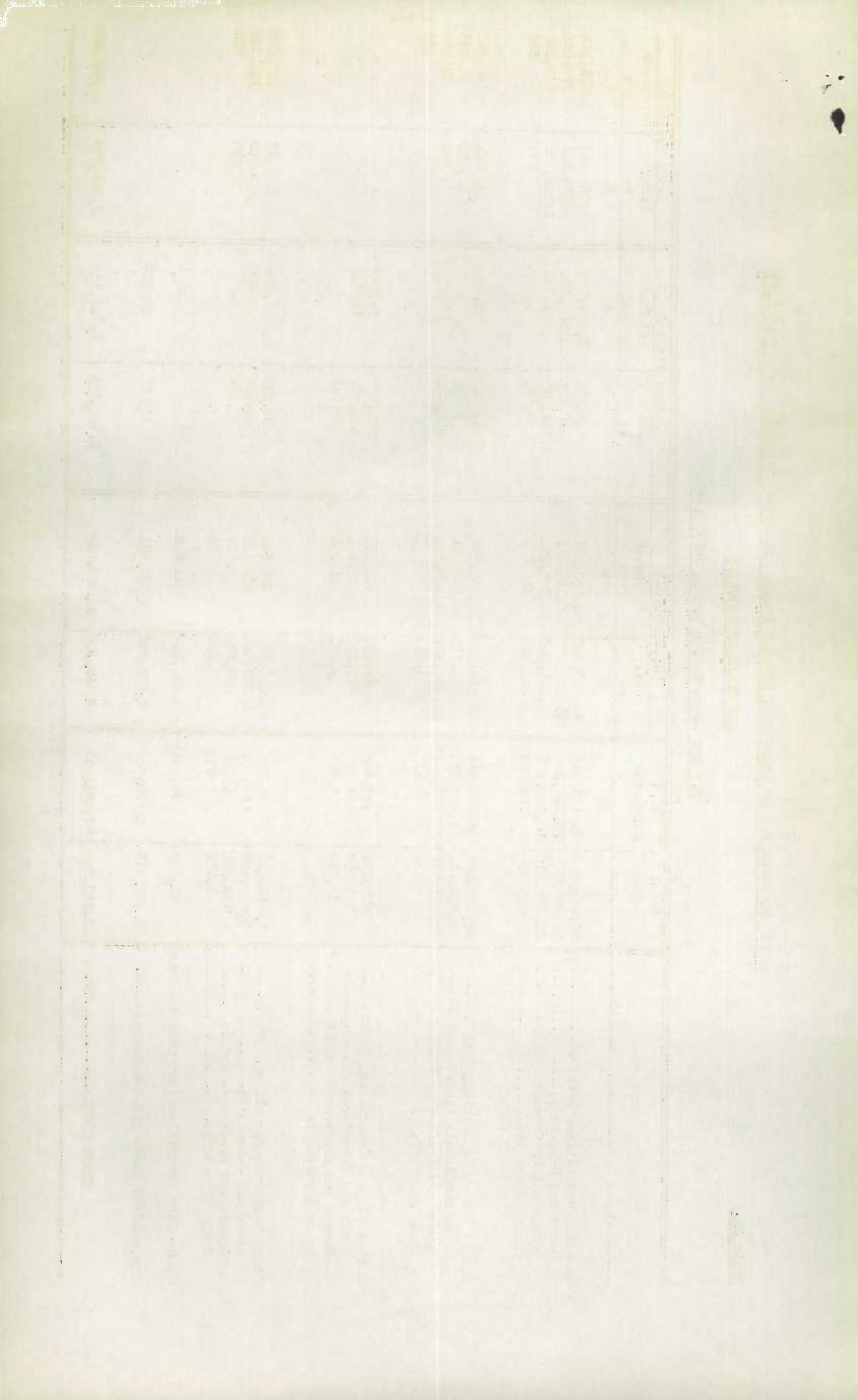


SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES, BY NATIONALITY
AND CLASS OF SECURITY

Table 3A.

For the Seven Months Ending July, 1940.

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
	\$	\$	\$	\$	\$	\$	\$	\$
	Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
Canadian Securities, Total.....	57,668,843	49,170,096	49,614,342	40,083,934	5,990,056	7,574,046	2,064,445	1,512,116
Bonds and Debentures.....	38,998,871	29,317,361	35,883,782	25,158,789	2,250,281	3,387,636	854,808	770,936
Common and Preference Stocks.....	18,430,586	19,692,693	13,501,155	14,770,322	3,721,075	4,181,773	1,208,356	740,598
Other Securities.....	239,386	160,042	229,405	154,823	8,700	4,637	1,281	582
United States Securities, Total.....	29,001,073	16,059,346	28,533,504	15,965,191	364,131	33,913	103,438	60,242
Bonds and Debentures.....	2,808,261	2,886,725	2,761,978	2,860,091	2,693	-	43,590	26,634
Common and Preference Stocks.....	26,187,921	13,172,097	25,766,635	13,105,100	361,438	33,913	59,848	33,084
Other Securities.....	4,891	524	4,891	-	-	-	-	524
United Kingdom Securities, Total.....	800,123	487,465	449,089	418,555	351,034	68,910	-	-
Bonds and Debentures.....	723,350	475,957	405,258	407,047	318,092	68,910	-	-
Common and Preference Stocks.....	76,773	11,508	43,831	11,508	32,942	-	-	-
Other Securities.....	-	-	-	-	-	-	-	-
Other Countries Securities, Total.....	1,764,633	763,782	1,290,722	626,332	37,295	6,400	436,616	131,050
Bonds and Debentures.....	1,519,903	753,708	1,059,000	617,118	25,511	6,400	435,392	130,190
Common and Preference Stocks.....	243,651	9,749	230,643	8,889	11,784	-	1,224	860
Other Securities.....	1,079	325	1,079	325	-	-	-	-
Short-Term Securities (one year or less)	25,897	65,291	25,897	14,000	-	51,291	-	-
Unspecified Bonds and Debentures.....	2,327,119	2,620,635	2,285,404	2,599,641	41,715	20,994	-	-
GRAND TOTAL.....	91,587,688	69,166,615	82,198,958	59,707,653	6,784,231	7,755,554	2,604,499	1,703,408



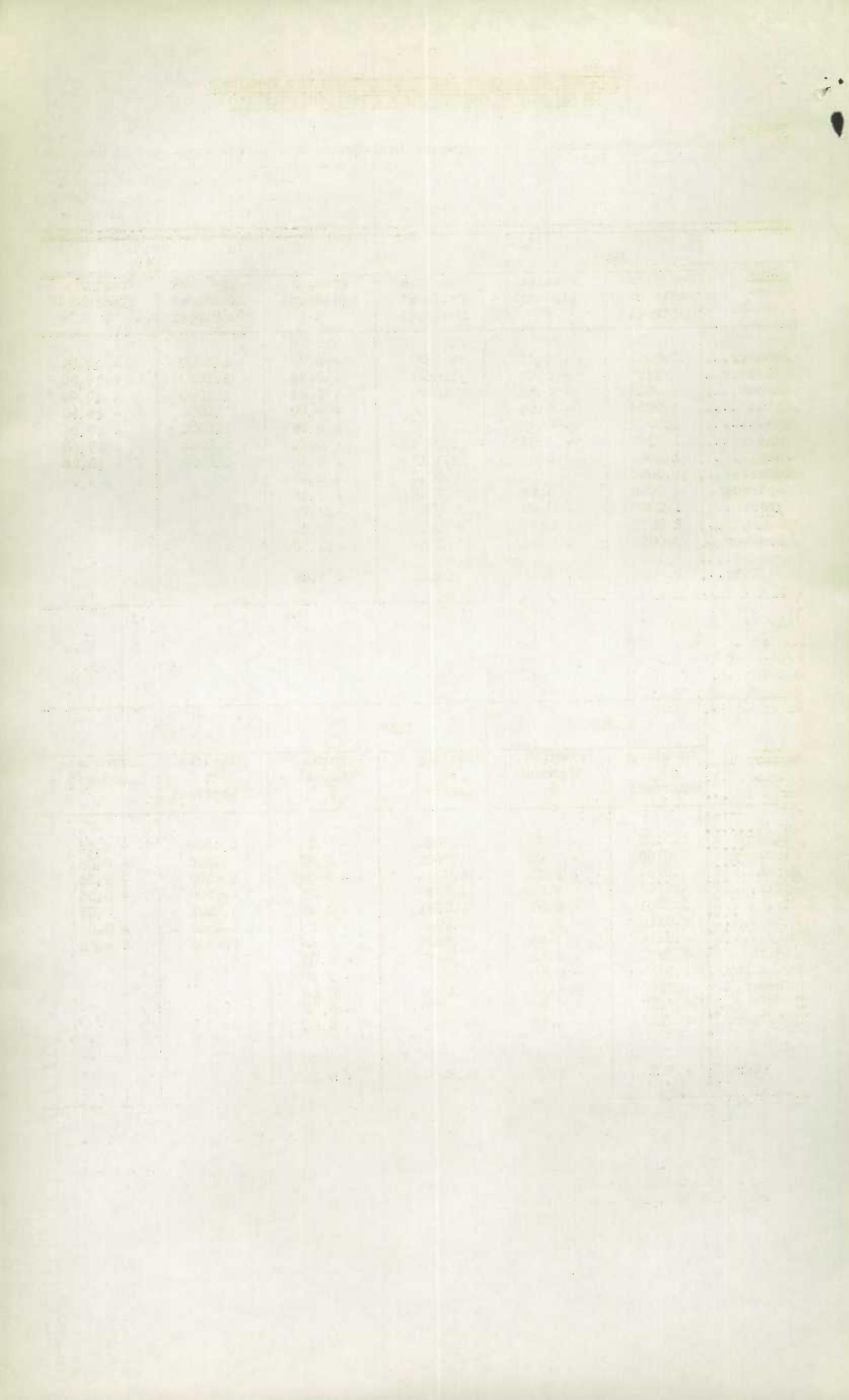
MONTHLY AVERAGE OF DAILY QUOTATIONS AND PREMIUMS
OR DISCOUNTS FOR NEW YORK FUNDS AND STERLING

Table 4.

Montreal, 1938-40.

Month	1938		1939		1940	
	New York Funds at Montreal	Premium + Discount - %	New York Funds at Montreal	Premium + Discount - %	New York Funds at Montreal	Premium + Discount - %
January...	1.0001	+ 0.01	1.0079	+ 0.79	1.1050	+ 10.50
February..	.9997	- 0.03	1.0049	+ 0.49	1.1050	+ 10.50
March.....	1.0028	+ 0.28	1.0041	+ 0.41	1.1050	+ 10.50
April.....	1.0054	+ 0.54	1.0050	+ 0.50	1.1050	+ 10.50
May.....	1.0082	+ 0.82	1.0036	+ 0.36	1.1050	+ 10.50
June.....	1.0107	+ 1.07	1.0021	+ 0.21	1.1050	+ 10.50
July.....	1.0054	+ 0.54	1.0015	+ 0.15	1.1050	+ 10.50
August....	1.0034	+ 0.34	1.0047	+ 0.47		
September.	1.0062	+ 0.62	1.0048	+ 9.48		
October...	1.0093	+ 0.93	1.1050	+10.50		
November..	1.0072	+ 0.72	1.1050	+10.50		
December..	1.0092	+ 0.92	1.1050	+10.50		
Year..	1.0056	+ 0.56	1.0365	+ 3.65		

Month	1938		1939		1940	
	Sterling at Montreal	Premium + Discount - %	Sterling at Montreal	Premium + Discount - %	Sterling at Montreal	Premium + Discount - %
January...	5.0003	+ 2.75	4.7060	- 3.30	4.4500	- 8.56
February..	5.0165	+ 3.08	4.7086	- 3.25	4.4500	- 8.56
March.....	4.9984	+ 2.71	4.7044	- 3.33	4.4500	- 8.56
April.....	5.0061	+ 2.87	4.7038	- 3.35	4.4500	- 8.56
May.....	5.0081	+ 2.91	4.6981	- 3.46	4.4500	- 8.56
June.....	5.0116	+ 2.98	4.6923	- 3.58	4.4500	- 8.56
July.....	4.9414	+ 1.54	4.6885	- 3.66	4.4500	- 8.56
August....	4.8970	+ 0.62	4.6327	- 4.81		
September.	4.8335	- 0.68	4.4090	- 9.40		
October...	4.8120	- 1.12	4.4500	- 8.56		
November..	4.7413	- 2.58	4.4500	- 8.56		
December..	4.7133	- 3.15	4.4500	- 8.56		
Year..	4.9153	+ 1.00	4.6084	- 5.31		



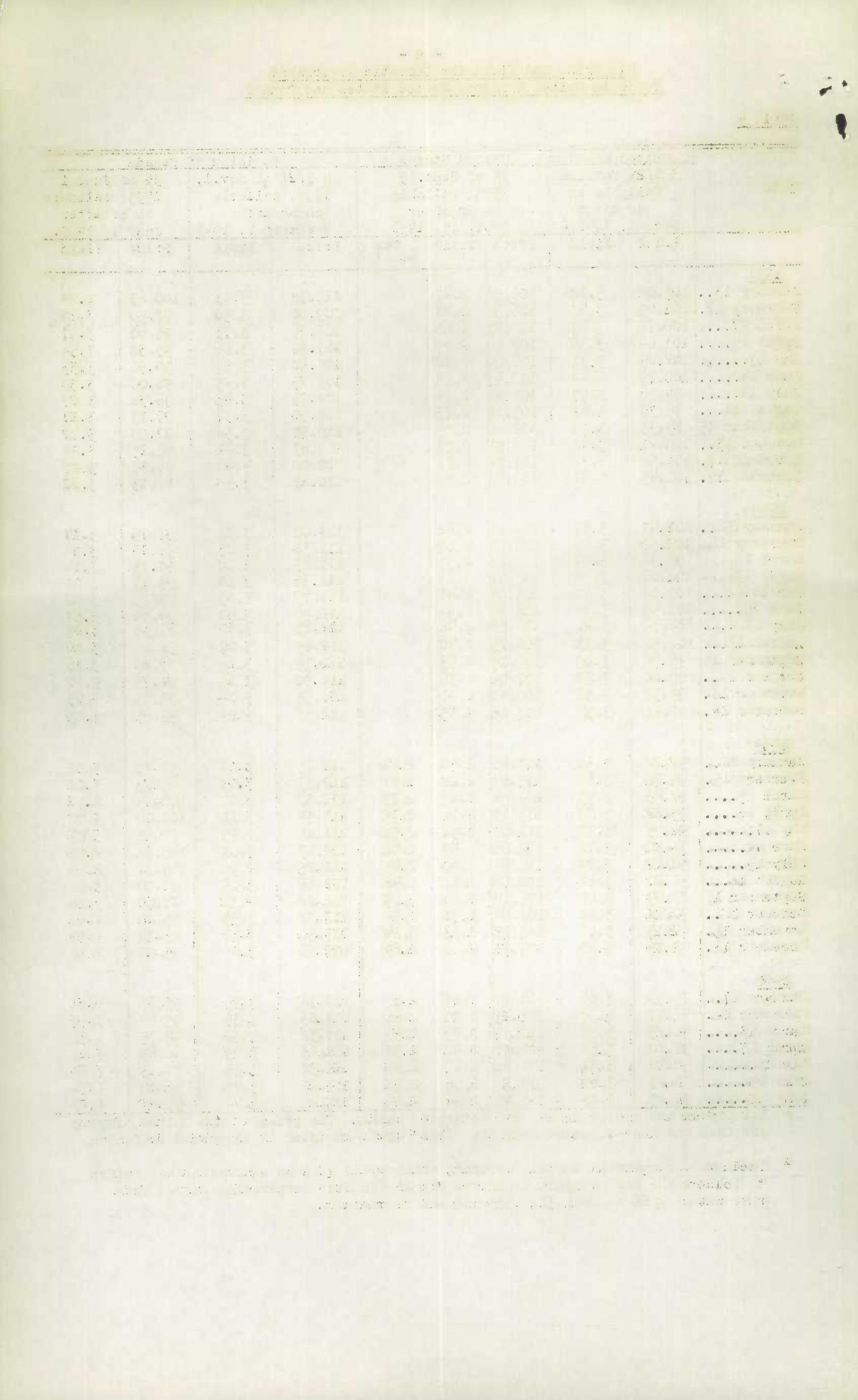
Bid Price and Yield for Domestic Government
Bonds in United Kingdom, United States and Canada

Table 5

Date	United Kingdom		United States		Dominion of Canada				
	3 1/2% War Loan	Callable on or after Dec. 1, 1952 #	3% of Sept. 15, 1955, callable on or after Sept. 15, 1951		4 1/2% of Nov. 1, 1958, callable on or after November 1, 1948	3% of June 1, 1955, callable on or after June 1, 1950.			
	Price	Yield	Price	Yield	Tax Equiv. x	Price	Yield	Price	Yield
<u>1937</u>									
January 13..	105.02	3.10	106.53	2.47		112.38	3.23	100.63	2.94
February 17..	101.05	3.41	106.38	2.48		109.60	3.50	97.50	3.18
March 17....	100.78	3.43	104.81	2.60		107.25	3.73	95.00	3.37
April 14....	101.64	3.36	102.44	2.79		107.88	3.66	95.38	3.34
May 13.....	102.29	3.31	102.09	2.82		108.50	3.59	95.50	3.33
June 16.....	100.79	3.44	102.47	2.79		109.75	3.45	96.00	3.30
July 14.....	99.96	3.50	102.97	2.74		109.75	3.45	96.38	3.27
August 18...	99.30	3.52	103.16	2.73		110.50	3.37	97.13	3.21
September 15..	99.35	3.52	102.44	2.79		110.50	3.36	97.00	3.22
October 13..	100.21	3.48	102.53	2.78		109.63	3.44	96.25	3.28
November 17..	101.56	3.37	103.06	2.73		110.00	3.40	96.38	3.27
December 15..	101.49	3.37	103.78	2.67		110.13	3.38	97.13	3.22
<u>1938</u>									
January 12..	101.47	3.37	104.31	2.62		111.00	3.28	97.75	3.17
February 16..	102.50	3.29	104.50	2.60		111.38	3.23	98.13	3.14
March 16....	98.98	3.54	104.63	2.59		111.63	3.20	98.13	3.14
April 13....	101.66	3.36	103.97	2.65		111.75	3.18	99.13	3.07
May 18.....	101.18	3.40	105.97	2.47		113.13	3.03	99.75	3.02
June 15.....	101.49	3.37	106.25	2.44		112.50	3.08	99.13	3.07
July 13.....	102.72	3.26	106.53	2.42		112.25	3.10	99.38	3.05
August 17...	101.88	3.33	106.75	2.40		112.25	3.09	98.88	3.10
September 14..	95.98	3.65	105.19	2.53		110.75	3.25	97.88	3.16
October 19..	99.28	3.53	107.06	2.36		111.50	3.15	98.75	3.10
November 16..	99.32	3.52	106.47	2.41		112.50	3.04	99.63	3.03
December 14..	97.81	3.58	107.16	2.35		112.38	3.04	99.63	3.03
<u>1939</u>									
January 18..	97.22	3.60	107.66	2.30	2.89	112.25	3.04	99.75	3.02
February 15..	96.70	3.62	107.84	2.28	2.87	112.13	3.05	99.75	3.02
March 15....	97.43	3.59	109.44	2.14	2.73	112.50	3.00	100.75	2.92
April 12....	93.22	3.75	109.13	2.16	2.75	111.38	3.11	100.00	3.00
May 17.....	92.95	3.77	111.81	1.92	2.51	111.88	3.05	99.38	3.05
June 14.....	94.00	3.72	112.06	1.89	2.48	112.13	3.01	100.38	2.96
July 19.....	92.28	3.79	111.94	1.90	2.49	112.25	2.98	100.38	2.96
August 16...	91.20	3.84	112.16	1.87	2.46	111.63	3.04	100.00	3.00
September 13..	87.49	4.00	105.19	2.50	3.09	102.88	4.12	91.00	3.76
October 18..	90.16	3.88	107.22	2.30	2.89	107.38	3.54	95.00	3.42
November 15..	92.15	3.80	107.75	2.25	2.84	107.50	3.52	95.38	3.39
December 13..	92.19	3.80	109.31	2.10	2.69	107.88	3.46	95.00	3.42
<u>1940</u>									
January 17..	95.54	3.66	110.09	2.03	2.68	108.38	3.39	95.75	3.36
February 14..	97.77	3.58	110.25	2.00	2.66	108.63	3.35	95.88	3.35
March 13....	98.25	3.56	110.97	1.93	2.59	108.38	3.37	95.75	3.36
April 17....	97.80	3.58	111.06	1.92	2.58	108.63	3.33	96.63	3.28
May 15.....	98.16	3.57	103.31	2.17	2.83	108.38	3.35	97.13	3.24
June 19.....	96.83	3.61	109.38	2.06	2.72	107.25	3.49	96.00	3.34
July 17.....	98.69	3.55	110.41	1.96	2.75	107.25	3.49	96.50	3.30

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

x Yield on a comparable taxable security which would give an equivalent net return to holders who were subject to income tax at the flat corporation rate. This rate was 16 1/2% to Dec. 31, 1939 and 18% thereafter.



INDEX NUMBERS OF COMMON STOCKS PRICES IN CANADA

UNITED KINGDOM AND UNITED STATES, 1936-1940.

Table 6.

(1926=100)

	CANADA			England (92) (London and Cambridge Economic Service) ^x (Industrials)	United States (420) (Standard Statistics Co., Inc.) (347 Industrials 32 Railroads 40 Utilities)		
	(Dominion Bureau of Statistics)		Mining Stocks				
	Investors' Price Index (95) (68 Industrials 19 Utilities 8 Banks)	Composites Mining Index (25)					
<u>1937</u>							
January....	137.4	174.6	137.5	147.0	126.0		
February...	142.4	177.2	139.4	143.5	129.5		
March.....	147.2	172.6	133.0	135.7	129.9		
April.....	136.2	151.1	120.0	135.7	124.5		
May.....	132.2	142.1	111.3	134.0	116.3		
June.....	129.4	134.7	105.9	128.8	113.6		
July.....	133.0	141.8	109.2	130.5	117.8		
August....	135.2	146.2	112.5	132.3	120.5		
September..	118.9	127.6	103.5	127.0	106.4		
October....	105.8	121.6	104.3	120.9	91.4		
November...	103.1	129.4	113.8	120.1	82.9		
December...	103.7	134.3	115.5	115.7	82.2		
<u>1938</u>							
January....	107.7	144.1	121.0	117.4	81.6		
February...	107.1	147.7	124.3	111.4	80.7		
March.....	99.2	134.9	111.4	104.4	77.9		
April.....	97.9	133.9	110.5	112.2	70.7		
May.....	99.7	139.5	114.1	107.0	73.9		
June.....	100.0	145.8	119.2	102.7	73.1		
July.....	106.9	151.1	119.8	108.7	88.0		
August....	105.2	156.0	123.8	106.2	89.5		
September..	98.6	144.0	113.6	101.8	86.0		
October....	109.7	157.4	121.3	103.5	91.1		
November...	110.4	159.6	121.1	107.0	94.7		
December...	106.8	159.0	121.6	101.0	92.0		
<u>1939</u>							
January....	102.9	158.0	121.4	100.0	91.8		
February...	104.1	158.8	121.1	102.7	90.1		
March.....	103.7	155.0	115.2	109.6	91.7		
April.....	96.2	143.7	110.1	100.0	81.9		
May.....	99.2	151.4	114.6	103.5	83.1		
June.....	97.0	153.9	116.5	102.7	86.0		
July.....	97.3	155.8	117.7	100.0	86.1		
August....	94.2	151.4	112.8	102.7	86.3		
September..	100.1	137.7	99.6	Series Discontinued	92.4		
October....	106.0	144.7	106.6		95.3		
November...	103.6	144.7	106.3		94.2		
December...	101.2	142.4	105.0		91.8		
<u>1940</u>							
January....	99.7	144.7	107.3		92.7		
February...	99.0	137.9	101.8		91.5		
March.....	99.1	132.6	96.5		91.5		
April.....	97.0	130.7	95.7		92.9		
May.....	80.4	106.8	79.6		83.0		
June.....	71.9	90.9	67.9		73.3		
July ^x	72.5	92.9	69.6		76.1		

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

