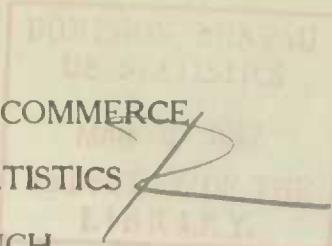


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CANADA
DEPARTMENT OF TRADE AND COMMERCE
DOMINION BUREAU OF STATISTICS
INTERNAL TRADE BRANCH



Vol. 7

No. 12

SALES AND PURCHASES OF SECURITIES
BETWEEN CANADA AND OTHER COUNTRIES

December, 1941

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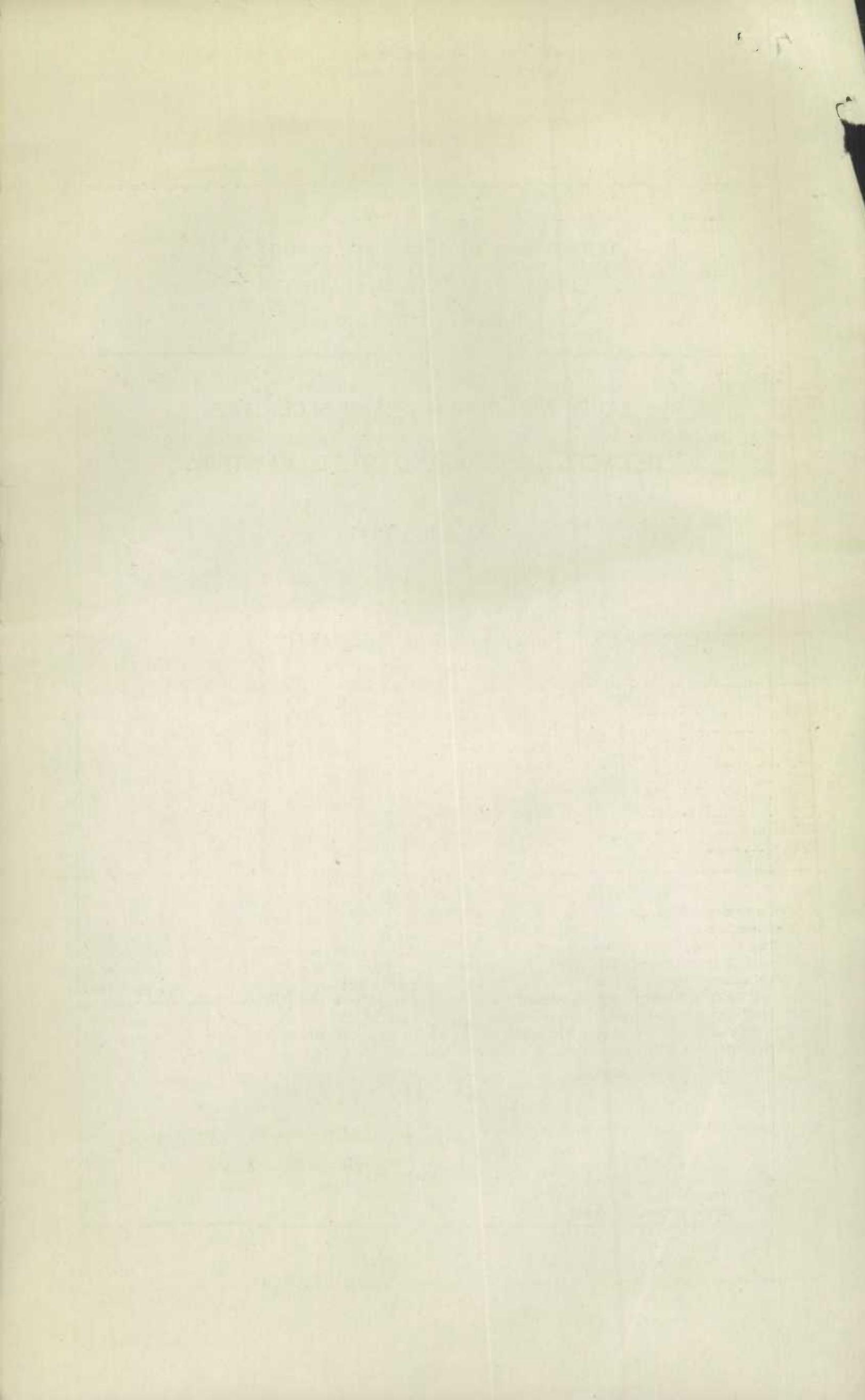
Review of Trade During 1941

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INTERNAL TRADE BRANCH

Acting Dominion Statistician:	S. A. Cudmore, M.A. (Oxon.) F.S.S., F.R.S.C.
Chief, Internal Trade Branch:	H. Marshall, B.A., F.S.S.
Statistician:	C.D. Blyth, B.A.

Vol. 7

No. 12

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

Review of International Trade in Securities 1941

Although the volume of the international trade in securities in 1941 was smaller than in 1940, the inflow of capital was larger. Total sales of \$108.3 million exceeded total purchases of \$75.3 million by \$33.0 million in 1941 compared with sales of \$123.9 million, purchases of \$95.1 million and a balance of \$28.8 million in 1940. Net sales of Canadian securities accounted for \$15.6 million of the balance of sales in 1941 compared with \$10.1 million in 1940. Net sales of United States securities of \$16.9 million were at about the same level as in 1940. There were net sales in each month of 1941 and these were heaviest in the period from September to November.

The contraction in volume occurred in the trade in Canadian and United States stocks. The total transactions in both Canadian and United States bonds were slightly larger than in 1940.

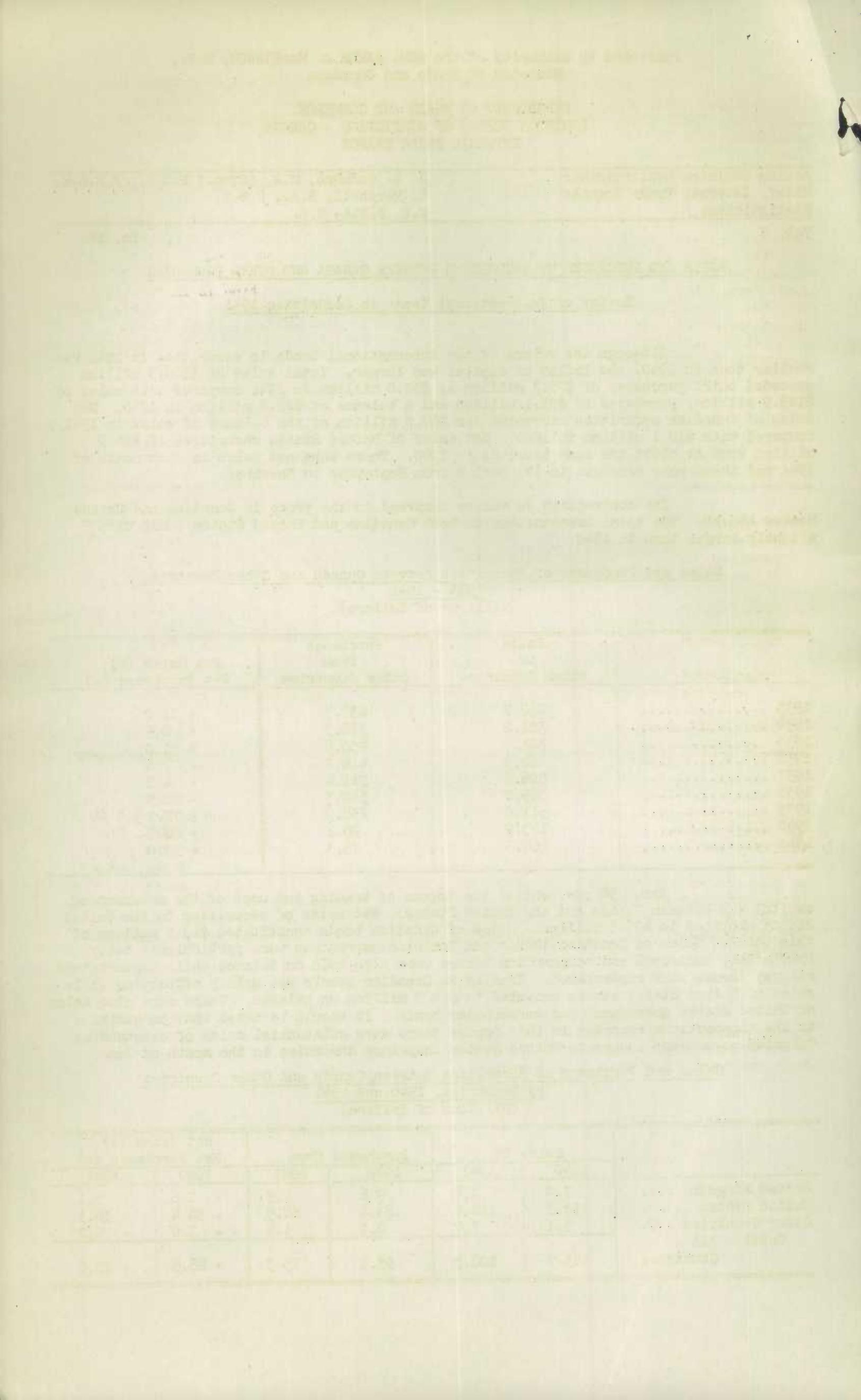
Sales and Purchases of Securities Between Canada and Other Countries
1933 - 1941
(Millions of dollars)

	Sales to Other Countries	Purchases from Other Countries	Net Sales (+) Net Purchases (-)
1933	288.7	237.7	+ 51.0
1934	321.2	312.3	+ 8.9
1935	301.8	250.8	+ 51.0
1936	422.5	414.7	+ 7.8
1937	506.6	511.4	- 4.8
1938	369.2	340.3	+ 28.9
1939	311.0	238.9	+ 72.1
1940	123.9	95.1	+ 28.8
1941	108.3	75.3	+ 33.0

About 94 per cent of the volume of trading and most of the movement of capital was between Canada and the United States. Net sales of securities to the United States amounted to \$36.3 million. Sales of Canadian bonds constituted \$18.9 million of this total. Sales of Dominion issues and Dominion guarantees were particularly heavy. Provincial, municipal and corporation issues were also sold on balance while unguaranteed railway issues were repurchased. Trading in Canadian stocks was mainly offsetting while sales of United States stocks amounted to \$14.3 million on balance. There were also sales of United States government and corporation bonds. It should be noted that in addition to the transactions recorded in this report there were substantial sales of outstanding Canadian government issues to United States insurance companies in the month of June.

Sales and Purchases of Securities Between Canada and Other Countries
by Countries, 1940 and 1941
(Millions of dollars)

	Sales to		Purchases from		Net Sales (+)	
	1940	1941	1940	1941	1940	1941
United Kingdom	7.0	1.8	9.6	4.9	- 2.6	- 3.1
United States	113.8	104.8	83.4	68.5	+ 30.4	+ 36.3
Other Countries	3.1	1.7	2.1	1.9	+ 1.0	- 0.2
Total - All Countries	123.9	108.3	95.1	75.3	+ 28.8	+ 33.0



Net repurchases of securities from the United Kingdom amounted to \$3.1 million. Most of the transactions with the United Kingdom were in Canadian securities. Both stocks and bonds were repurchased. The official repatriation of securities held in the United Kingdom and sales under vesting order are not reflected in these statistics.

Transactions in securities with other countries were mainly offsetting.

The international trade in securities in 1941 was subject to wartime controls and its character was generally influenced by this factor. With restrictions upon the export of capital from Canada, the transactions recorded as purchases of securities by Canada represent, in the main, "switches"; i.e., the reinvestment of proceeds from sales of securities formerly held. An important exception is in the trade with the United Kingdom in which repurchases by residents of Canada are permitted. These private repatriations of securities from the United Kingdom are additional to the official repatriation operations which are excluded from these statistics. Other retirements of securities owned abroad are also excluded.

Sales and Purchases of Securities Between Canada
and Other Countries
1941
(In millions of dollars)

	Sales	Purchases	Net Sales (+) Net Purchases (-)
Canadian Bonds	55.3	37.8	+ 17.5
Canadian Stocks	14.4	16.2	- 1.8
Total - Canadian Securities	70.0	54.4	+ 15.6
United States Bonds	7.8	5.2	+ 2.6
United States Stocks	23.4	9.2	+ 14.2
Total - United States Securities	31.3	14.4	+ 16.9
Other Securities - including unspecified bonds	7.0	6.5	+ 0.5
Total - All Securities	108.3	75.3	+ 33.0

Security Prices and Foreign Exchange

There were less wide fluctuations in security prices as reflected in the index numbers and quotations shown in Tables 5 and 6 in 1941 than in 1940. The investors' price index of Canadian stocks fluctuated irregularly throughout the year and in December was at 67.2 compared with 71.3 in January. The decline in the index of gold stocks was greater. The index of United States stocks also fluctuated irregularly and at the year end was at a lower level than at the beginning of the year. The prices of the government bonds shown were relatively steady throughout the year. The buying and selling rates of the Foreign Exchange Control Board remained unchanged in 1941.

Trade in December, 1941

The trade in December retained the same broad outlines of preceding months, although net sales of 2 million were lower than the unusually large balances of sales in November and October. The net sales were divided between the trade in Canadian bonds and United States stocks.

Month	Sales to United States			Purchases from United States		
	1939	1940	1941	1939	1940	1941
January	34,190,088	14,509,985	8,090,799	19,035,693	9,278,902	5,742,699
February	20,157,920	11,844,742	6,171,636	14,213,547	8,446,081	4,542,725
March	32,942,417	12,482,670	5,751,963	19,320,244	9,243,256	4,982,380
April	18,091,706	13,518,620	7,128,610	17,613,966	9,760,919	4,839,893
May	23,667,422	17,092,131	6,893,655	14,292,557	14,404,905	4,140,395
June	20,691,834	8,481,756	5,255,432	21,641,521	5,745,385	2,815,377
July	18,719,834	4,269,054	7,784,093	14,390,063	2,828,205	5,923,472
August	16,358,682	3,658,839	6,844,346	14,979,284	2,932,782	5,228,927
September	26,665,704	5,969,514	11,003,982	31,718,502	3,851,213	6,796,069
October	9,293,202	5,218,368	15,683,788	5,838,385	4,560,119	8,797,215
November	14,707,710	8,790,763	13,735,214	8,863,366	5,835,837	7,069,200
December (x) ..	12,448,092	8,012,352	10,439,347	8,588,479	6,577,617	7,671,358
Total,						
12 months (x).	247,934,611	113,848,794	104,782,865	190,495,607	83,465,221	68,549,710

II

Month	Sales to United Kingdom			Purchases from United Kingdom		
	1939	1940	1941	1939	1940	1941
January	6,194,731	843,347	801,634	3,845,667	867,435	388,014
February	4,928,421	1,385,379	388,344	3,785,244	1,307,780	242,805
March	4,322,976	1,592,210	306,262	5,008,967	1,533,299	305,240
April	3,335,639	1,674,420	45,769	3,040,915	1,996,664	350,067
May	2,752,465	752,534	12,250	3,482,822	1,279,396	163,208
June	2,785,037	424,133	61,734	5,231,569	76,471	283,829
July	2,277,570	112,208	10,591	5,105,703	194,509	322,096
August	1,809,716	120,958	3,018	3,924,434	454,387	490,794
September	520,540	47,554	106,395	858,265	183,237	579,592
October	755,673	46,937	8,048	965,273	185,181	544,431
November	1,761,741	20,397	43,918	1,708,081	601,108	802,989
December (x) ..	832,709	12,431	307	863,222	417,563	398,587
Total,						
12 months (x).	32,277,218	7,032,508	1,788,270	37,820,173	9,597,030	4,880,652

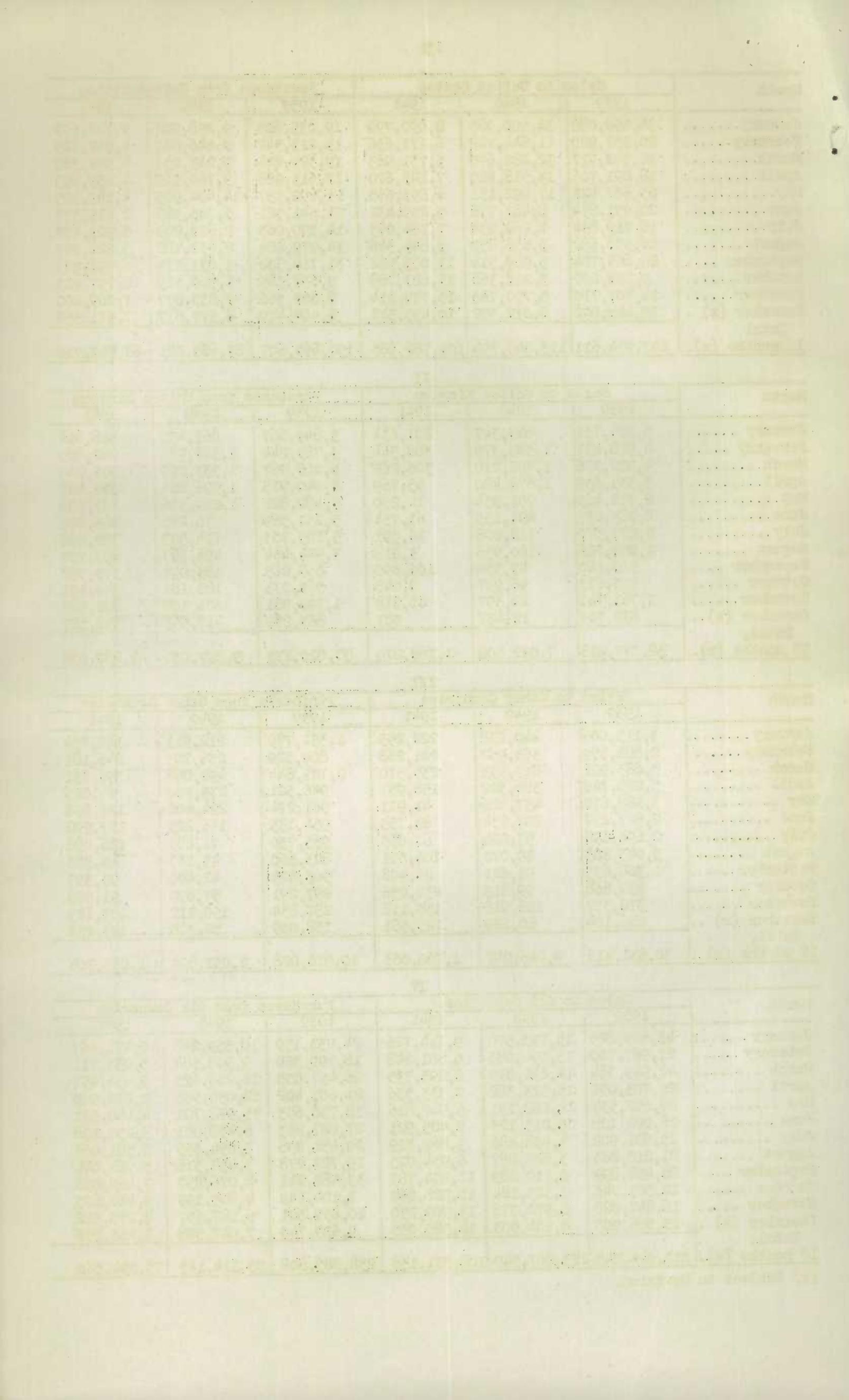
III

Month	Sales to Other Countries			Purchases from Other Countries		
	1939	1940	1941	1939	1940	1941
January	3,115,006	440,238	222,293	1,351,779	212,911	140,754
February	2,881,359	363,962	241,268	800,529	236,723	246,181
March	5,683,991	817,993	235,570	2,127,844	492,068	146,831
April	5,275,746	380,322	158,957	946,521	279,400	74,025
May	3,182,670	437,526	41,911	961,274	294,400	136,698
June	2,527,257	107,234	88,755	954,133	116,225	157,992
July	2,694,498	57,224	67,635	955,730	71,681	136,098
August	3,043,885	49,070	106,651	823,560	45,147	44,323
September	1,308,655	93,821	84,408	905,474	42,400	93,397
October	454,868	59,819	237,056	297,291	57,899	91,029
November	378,377	158,918	130,118	287,854	150,712	403,123
December (x) ..	286,104	80,120	145,381	158,039	52,328	193,253
Total,						
12 months (x).	30,832,416	3,046,247	1,760,003	10,570,028	2,051,894	1,863,704

IV

Month	Sales to All Countries			Purchases from All Countries		
	1939	1940	1941	1939	1940	1941
January	43,499,825	15,793,570	9,114,726	24,233,139	10,359,248	6,271,467
February	27,967,700	13,594,083	6,801,248	18,799,320	9,990,584	5,031,711
March	42,949,384	14,892,873	6,293,795	26,457,055	11,268,623	5,434,451
April	26,703,091	15,573,362	7,333,336	21,601,402	12,036,983	5,272,985
May	29,602,557	18,282,191	6,947,816	18,736,653	15,978,701	4,440,301
June	26,004,128	9,013,123	5,405,921	27,827,223	6,438,081	3,257,198
July	23,691,902	4,438,486	7,862,319	20,451,496	3,094,395	6,381,666
August	21,212,283	3,828,867	6,954,015	19,727,278	3,432,316	5,764,044
September	28,494,899	6,110,889	11,194,785	33,482,241	4,076,850	7,469,058
October	10,503,743	5,325,124	15,928,892	7,100,949	4,803,199	9,432,675
November	16,847,828	8,970,078	13,909,250	10,859,301	6,587,657	8,275,312
December (x) ..	13,566,905	8,104,903	10,585,035	9,609,740	7,047,508	8,263,198
Total,						
12 months (x).	311,044,245	123,927,549	108,331,138	238,885,808	95,114,145	75,294,066

(x) Subject to Revision.



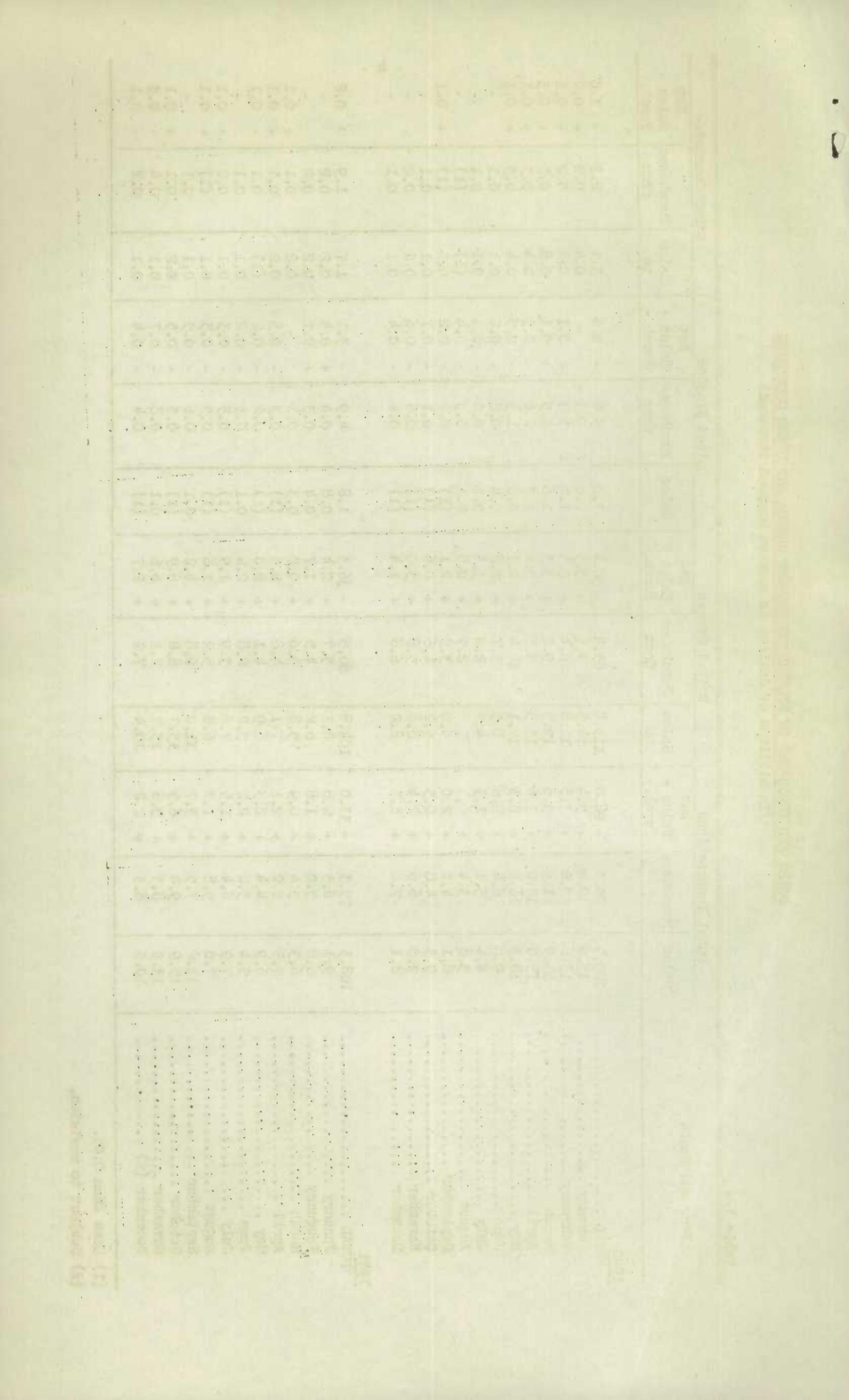
SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
 (In millions of dollars to nearest hundred thousand)

Table 1-A

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>1940</u>												
TOTAL	123.9	95.1	+ 28.8	113.8	83.4	+ 30.4	7.0	9.6	- 2.6	3.1	2.1	+ 1.0
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	4.4	3.1	+ 1.3	4.2	2.8	+ 1.4	0.1	0.2	- 0.1	0.1	0.1	-
August	3.8	3.4	+ 0.4	3.7	2.9	+ 0.8	0.1	0.5	- 0.4	(1)	(1)	-
September	6.1	4.1	+ 2.0	6.0	3.9	+ 2.1	(1)	0.2	- 0.2	0.1	(1)	+ 0.1
October	5.3	4.8	+ 0.5	5.2	4.6	+ 0.6	(1)	0.1	- 0.1	0.1	0.1	-
November	9.0	6.6	+ 2.4	8.8	5.8	+ 3.0	(1)	0.6	- 0.6	0.2	0.2	-
December	8.1	7.0	+ 1.1	8.0	6.6	+ 1.4	(1)	0.4	- 0.4	0.1	0.1	-
<u>1941</u>												
TOTAL	108.3	75.3	+ 33.0	104.8	68.5	+ 36.3	1.8	4.9	- 3.1	1.7	1.9	- 0.2
January	9.1	6.3	+ 2.8	8.1	5.7	+ 2.4	0.8	0.4	+ 0.4	0.2	0.2	-
February	6.8	5.0	+ 1.8	6.2	4.5	+ 1.7	0.4	0.3	+ 0.1	0.2	0.2	-
March	6.3	5.4	+ 0.9	5.8	5.0	+ 0.8	0.3	0.3	-	0.2	0.1	+ 0.1
April	7.3	5.2	+ 2.1	7.1	4.8	+ 2.3	(1)	0.3	- 0.3	0.2	0.1	+ 0.1
May	6.9	4.4	+ 2.5	6.9	4.1	+ 2.8	(1)	0.2	- 0.2	(1)	0.1	- 0.1
June	5.4	3.2	+ 2.2	5.2	2.8	+ 2.4	0.1	0.3	- 0.2	0.1	0.1	-
July	7.9	6.4	+ 1.5	7.8	5.9	+ 1.9	(1)	0.3	- 0.3	0.1	0.2	- 0.1
August	7.0	5.8	+ 1.2	6.8	5.2	+ 1.6	(1)	0.5	- 0.5	0.1	(1)	+ 0.1
September	11.2	7.5	+ 3.7	11.0	6.8	+ 4.2	0.1	0.6	- 0.5	0.1	0.1	-
October	15.9	9.4	+ 6.5	15.7	8.8	+ 6.9	(1)	0.5	- 0.5	0.2	0.1	+ 0.1
November	13.9	8.3	+ 5.6	13.7	7.1	+ 6.6	0.1	0.8	- 0.7	0.1	0.4	- 0.3
December (x)	10.5	8.3	+ 2.2	10.4	7.7	+ 2.7	(1)	0.4	- 0.4	0.1	0.2	- 0.1

(1) Less than 0.05.

(x) Subject to revision.



ANALYSIS OF TRADE IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
December, 1941

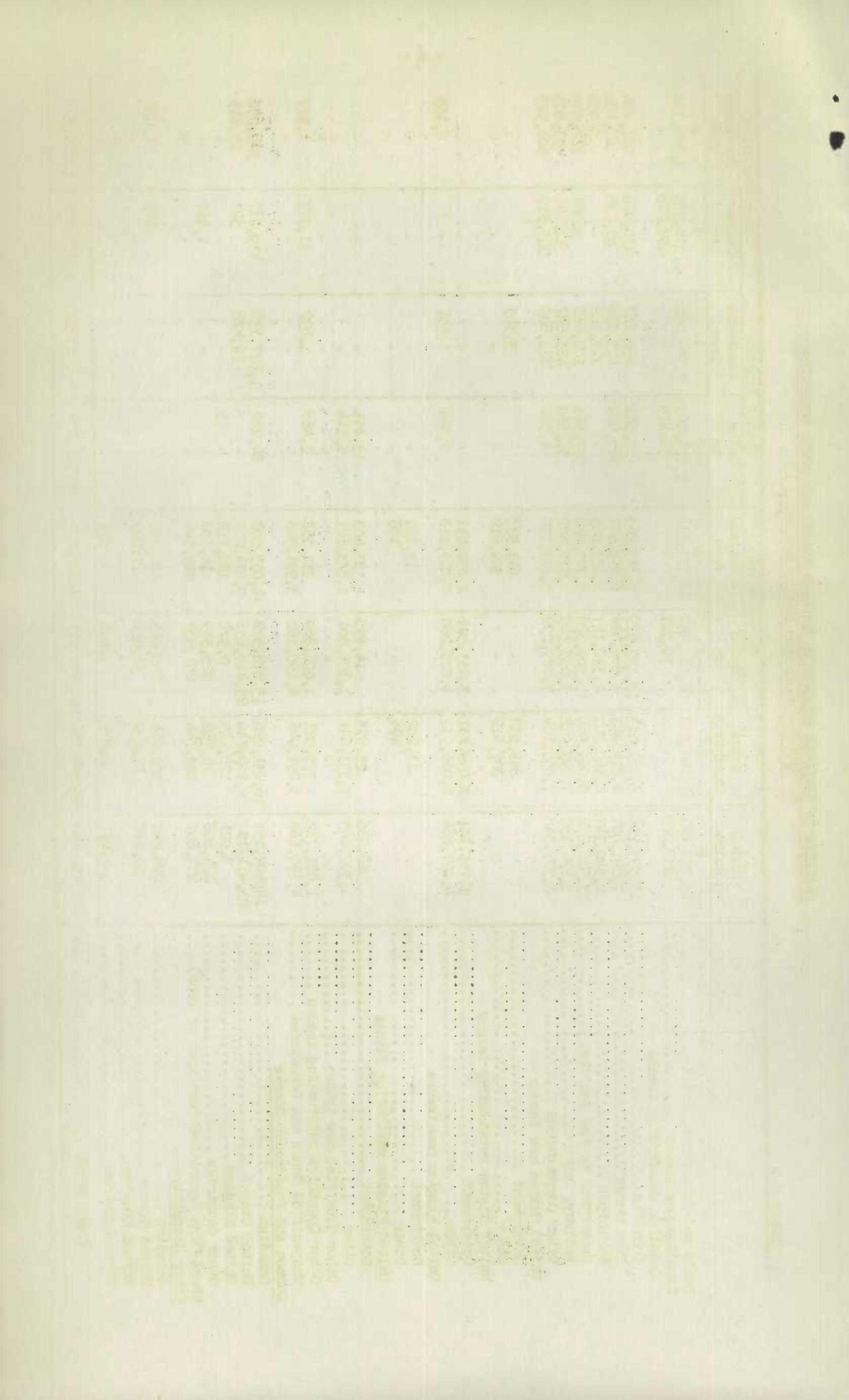
Table 2.

	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	5,811,090	3,366,417	5,697,200	3,030,794	-	177,905	113,890	157,718
Canadian new issues	5,403	-	5,403	-	-	-	-	-
Canadian outstanding issues --								
Dominion	2,138,398	480,330	2,082,292	375,694	-	2,755	56,106	103,881
Provincial	317,932	451,222	281,202	405,597	-	45,625	36,730	-
Municipal	17,219	274,765	17,219	200,284	-	74,481	-	-
Guaranteed by the Dominion	1,081,065	447,871	1,081,065	447,521	-	-	-	350
Railway, Other	421,780	209,838	421,780	200,559	-	9,279	-	-
Other Corporations	305,788	240,877	284,734	141,625	-	45,765	21,054	53,487
United States new issues --								
Government	-	78,191	-	78,191	-	-	-	-
Other	-	2,379	-	2,379	-	-	-	-
United States outstanding issues --								
Government	284,802	129,900	284,802	129,900	-	-	-	-
Other	160,829	180,721	160,829	180,721	-	-	-	-
United Kingdom new issues --								
Government	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
United Kingdom outstanding issues --								
Government	-	-	-	-	-	-	-	-
Other	614,592	618,028	614,592	618,028	-	-	-	-
Other Countries, new issues	-	-	-	-	-	-	-	-
Other Countries, outstanding issues	34,418	9,135	34,418	9,135	-	-	-	-
Unspecified Bonds and Debentures	428,866	243,160	428,866	243,160	-	-	-	-
<u>Common and Preference Stocks --</u>								
Canadian	2,337,092	3,692,607	2,305,294	3,445,259	307	220,382	31,491	26,666
United States	2,252,725	1,188,077	2,222,725	1,179,208	-	-	-	8,869
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	239	1,102	239	1,102	-	-	-	-
Short-Term Securities (one year or less)	163,896	14,995	163,896	14,995	-	-	-	-
<u>Other Securities --</u>								
Canadian	19,993	-	19,993	-	-	-	-	-
United States	-	-	-	-	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	-	-	-	-	-	-	-	-
GRAND TOTAL	10,585,035	8,263,198	10,439,347	7,671,358	307	398,587	145,381	195,253

ANALYSIS OF TRADE-IN SECURITIES BETWEEN CANADA AND OTHER COUNTRIES
for the Twelve Months Ending December, 1941

Table 2-A

	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	69,703,821	49,201,951	66,681,417	44,751,114	1,704,005	2,924,086	1,318,399	1,526,751
Canadian new issues	272,209	-	38,511	-	36,470	-	197,228	-
Canadian outstanding issues --								
Dominion	15,593,266	6,721,114	15,135,679	5,829,043	27,581	290,667	430,006	601,404
Provincial	7,691,491	4,814,443	6,656,424	4,298,627	965,932	455,336	69,135	60,480
Municipal	2,340,147	2,160,501	2,340,147	1,433,683	-	717,368	-	9,450
Guaranteed by the Dominion	15,916,878	9,069,560	15,309,526	8,723,843	597,365	158,668	9,987	187,049
Railway, Other	5,134,152	7,999,912	5,065,345	7,522,422	51,660	423,687	17,147	53,803
Other Corporations	8,377,340	7,058,104	7,789,259	5,579,772	4,562	871,809	583,519	606,523
United States new issues --								
Government	-	844,638	-	841,333	-	3,305	-	-
Other	-	309,612	-	309,612	-	-	-	-
United States outstanding issues --								
Government	3,753,321	2,059,231	3,753,321	2,059,231	-	-	-	-
Other	4,077,864	2,026,937	4,075,280	2,019,118	2,584	1,354	-	6,465
United Kingdom new issues --								
Government	-	13,282	-	13,282	-	-	-	-
Other	-	496	-	496	-	-	-	-
United Kingdom outstanding issues --								
Government	28,236	23,553	14,995	23,553	13,241	-	-	-
Other	1,307,045	1,333,601	1,305,901	1,333,601	1,144	-	-	-
Other Countries new issues	-	-	-	-	-	-	-	-
Other Countries outstanding issues	1,021,712	775,021	1,006,869	771,552	3,466	1,892	11,377	1,577
Unspecified Bonds and Debentures	4,190,160	3,991,946	4,190,160	3,991,946	-	-	-	-
<u>Common and Preference Stocks</u>								
Canadian	14,402,151	16,231,026	13,878,512	14,033,592	84,222	1,877,138	439,417	320,296
United States	23,411,157	9,169,340	23,410,636	9,074,267	-	79,428	521	15,645
United Kingdom	3,021	128,115	2,978	128,115	43	-	-	-
Other Countries	224,806	14,702	223,339	14,702	-	-	1,467	-
Short-Term Securities (One year or less) ...	251,852	203,744	251,852	203,744	-	-	-	-
<u>Other Securities</u> --								
Canadian	298,242	325,764	298,043	324,752	-	-	199	1,012
United States	32,037	17,099	32,037	17,099	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	4,051	2,325	4,051	2,325	-	-	-	-
GRAND TOTAL	108,351,138	75,294,066	104,782,865	68,549,710	1,788,270	4,860,652	1,760,003	1,863,704



Analysis of Trade in Dominion Government Bonds Between Canada and Other Countries
Twelve Months Ending December, 1941

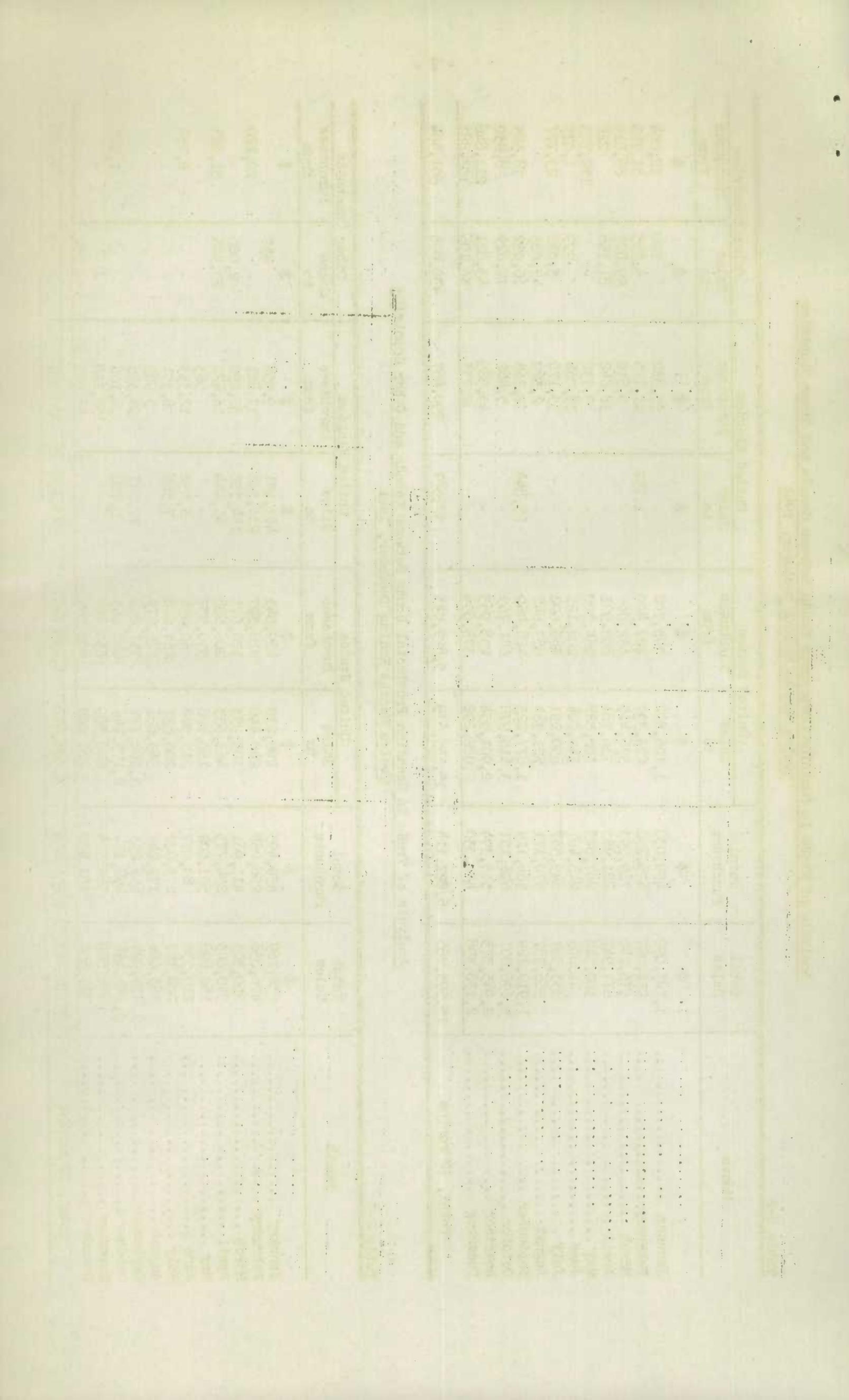
Table 2-B

Month	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
January	\$ 1,107,092	499,038	1,106,892	\$ 393,702	-	\$ 93,332	\$ 200	\$ 12,004
February	231,027	475,258	223,357	422,400	1,737	11,115	5,933	41,743
March	676,240	719,593	576,415	642,969	-	9,810	99,825	66,814
April	817,947	821,985	736,781	802,921	-	18,842	81,166	222
May	300,548	287,045	300,548	164,590	-	9,732	-	112,723
June	341,003	248,467	340,004	208,126	-	39,262	999	1,079
July	853,313	845,557	850,251	786,602	-	35,178	3,062	23,777
August	566,387	670,171	521,384	667,842	-	2,329	45,003	-
September	1,919,129	464,119	1,877,223	428,469	25,844	17,265	16,062	18,385
October	3,696,807	696,157	3,618,978	681,765	-	5,462	77,829	8,930
November	2,945,375	513,394	2,901,554	255,963	-	45,585	43,821	211,846
December	2,138,398	480,330	2,082,292	373,694	-	2,755	56,106	103,881
Total, 12 months	15,593,266	6,621,114	15,135,679	5,829,043	27,581	290,667	430,006	601,404

Analysis of Trade in Canadian Provincial Bonds Between Canada and Other Countries
Twelve Months Ending December, 1941

Table 2-C

Month	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
January	\$ 656,169	439,495	\$ 208,219	\$ 429,541	\$ 447,491	\$ 9,954	\$ 459	\$ -
February	476,838	256,268	240,440	218,327	236,398	17,821	-	20,120
March	250,305	411,961	103,953	378,671	144,352	33,290	2,000	-
April	540,043	254,773	468,653	206,688	41,444	16,420	29,946	31,665
May	160,898	551,502	160,898	550,537	-	965	-	-
June	219,556	80,077	213,524	60,994	6,032	12,333	-	6,750
July	208,197	273,022	200,837	264,668	7,360	8,354	-	-
August	363,666	179,242	363,666	173,279	-	5,963	-	-
September	1,439,924	636,233	1,362,777	537,838	77,147	98,395	-	-
October	2,181,454	498,134	2,175,746	442,083	5,708	54,106	-	1,945
November	876,509	782,514	876,509	630,404	-	152,110	-	-
December	317,932	451,222	281,202	405,597	-	45,625	36,730	-
Total, 12 months	7,691,491	4,814,443	6,656,424	4,298,627	965,932	455,336	69,335	60,480



Analysis of Trade in Canadian Municipal Bonds Between Canada and Other Countries
Twelve Months Ending December, 1941

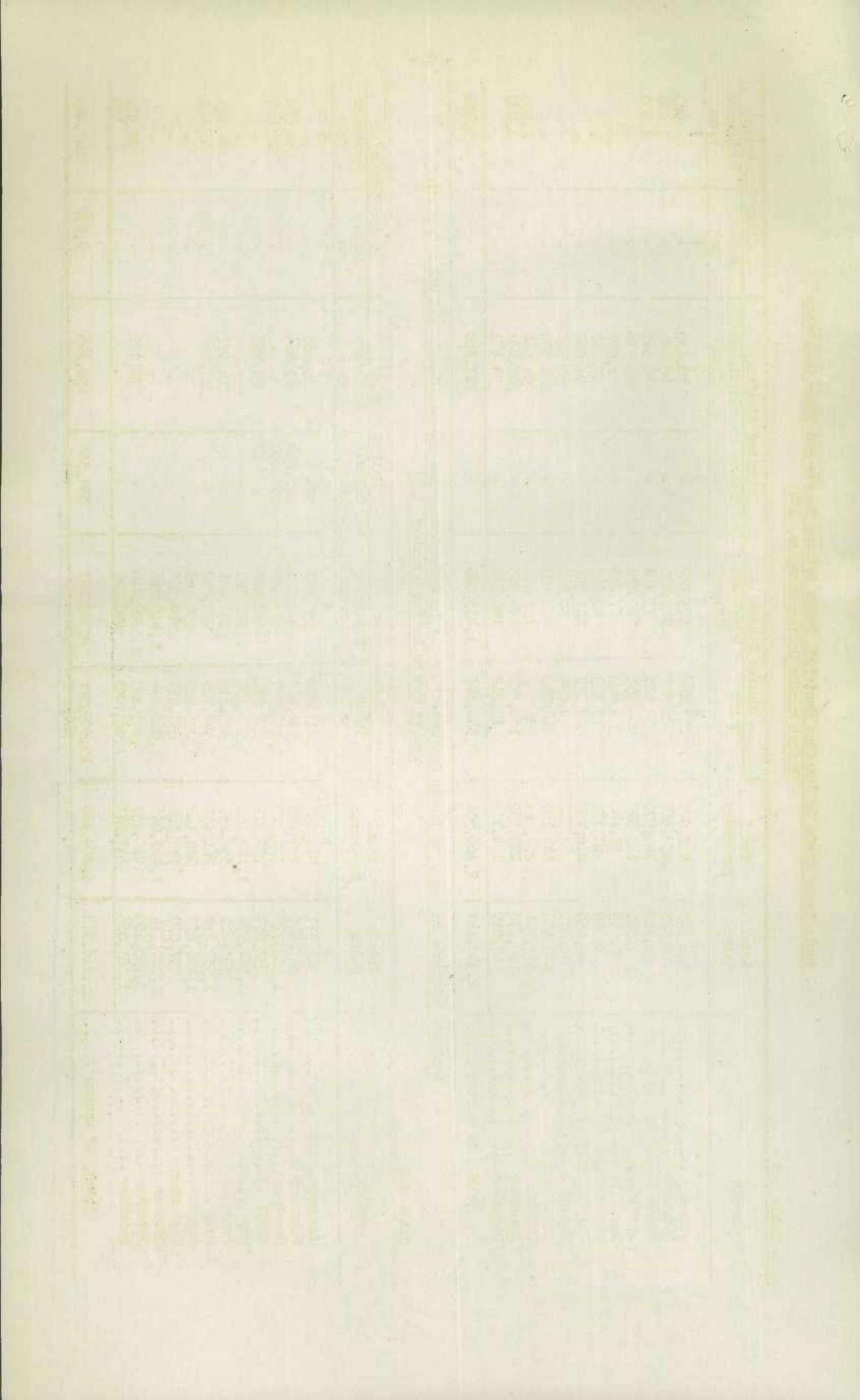
Table 2-D

Month	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
January	\$ 228,042	\$ 266,973	\$ 228,042	\$ 173,909	\$ -	\$ 92,139	\$ -	\$ 925
February	86,393	292,383	86,393	243,051	-	46,292	-	3,040
March	51,486	101,979	51,486	73,134	-	26,545	-	2,300
April	261,555	149,590	261,555	120,572	-	28,918	-	-
May	324,845	89,246	324,845	67,639	-	21,607	-	-
June	13,549	61,132	13,549	26,845	-	37,287	-	-
July	48,055	212,703	48,055	121,201	-	91,502	-	-
August	40,074	82,922	40,074	30,940	-	51,982	-	-
September	448,558	148,185	448,558	43,885	-	104,300	-	-
October	653,701	254,284	653,701	157,670	-	94,514	-	2,100
November	166,670	223,339	166,670	174,453	-	47,801	-	1,085
December	17,219	274,765	17,219	200,284	-	74,481	-	-
Total, 12 months	2,340,147	2,160,501	2,340,147	1,433,683	-	717,368	-	9,450

Analysis of Trade in Canadian Issues Guaranteed by the Dominion Government Between Canada and Other Countries
Twelve Months Ending December, 1941

Table 2-E

Month	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
January	\$ 941,371	\$ 561,555	\$ 617,010	\$ 555,867	\$ 324,361	\$ 5,688	\$ -	\$ -
February	647,445	439,625	532,427	441,613	115,018	25,964	-	32,048
March	1,305,712	539,224	1,148,222	521,580	157,490	-	-	17,644
April	632,657	709,971	632,161	448,234	495	61,737	-	-
May	1,384,952	1,120,181	1,384,952	1,120,181	-	-	-	-
June	383,619	330,251	383,619	304,949	-	10,377	-	14,925
July	1,552,212	961,931	1,542,225	915,000	-	20,766	9,987	26,165
August	1,296,859	902,162	1,296,859	902,162	-	-	-	-
September	857,019	749,566	857,019	749,566	-	-	-	-
October	1,880,774	1,465,066	1,880,774	1,465,066	-	-	-	-
November	3,953,195	782,157	3,953,195	652,104	-	34,136	-	95,917
December	1,081,063	447,871	1,081,063	447,521	-	-	-	350
Total, 12 months	15,916,878	9,069,560	15,309,526	8,723,843	597,365	158,668	9,987	187,049



Analysis of Trade in Canadian Railway Bonds Other than Issues Guaranteed by the Dominion
Twelve Months Ending December, 1941

Table 2 F

Month	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
January	\$ 175,930	\$ 277,054	\$ 152,112	\$ 253,864	\$ 21,596	\$ 23,190	\$ 2,222	\$ -
February	117,409	528,786	87,345	482,770	30,064	46,016	-	-
March	97,285	384,581	97,285	372,452	-	12,129	-	-
April	392,908	351,252	392,908	304,817	-	46,435	-	-
May	95,243	190,015	95,243	171,065	-	18,950	-	-
June	141,035	408,086	126,110	312,922	-	41,361	14,925	53,803
July	256,342	523,565	256,342	518,665	-	4,900	-	-
August	377,076	642,791	377,076	615,399	-	27,392	-	-
September	1,026,151	1,384,503	1,026,151	1,340,234	-	44,269	-	-
October	1,134,581	1,613,410	1,134,581	1,538,750	-	74,660	-	-
November	898,412	1,486,031	898,412	1,410,925	-	75,106	-	-
December	421,780	209,838	421,780	200,559	-	9,279	-	-
Total, 12 months	5,134,152	7,999,912	5,065,345	7,522,422	51,660	423,687	17,147	53,803

Analysis of Trade in Other Canadian Corporations Bonds
Twelve Months Ending December, 1941

Table 2 G

Month	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
January	\$ 703,786	\$ 418,577	\$ 603,867	\$ 285,373	\$ -	\$ 53,147	\$ 99,919	\$ 80,057
February	946,898	479,405	829,453	352,526	-	3,841	117,445	123,038
March	959,744	632,328	863,419	508,205	-	78,781	96,325	45,341
April	692,029	407,215	662,532	332,599	-	58,030	29,557	16,586
May	466,787	287,256	466,298	262,294	-	10,352	489	14,610
June	262,471	222,144	221,124	108,231	-	54,891	41,347	59,022
July	682,217	651,932	654,459	546,983	-	23,876	27,758	81,073
August	555,842	543,919	542,114	332,551	-	201,487	13,728	9,881
September	994,638	956,314	983,580	846,152	2,310	104,302	8,748	5,860
October	1,018,954	1,473,734	937,608	1,330,317	-	90,167	81,346	53,250
November	788,126	744,403	740,071	532,915	2,252	147,170	45,803	64,318
December	305,788	240,877	284,734	141,625	-	45,765	21,054	53,487
Total, 12 months	8,377,340	7,058,104	7,789,259	5,579,772	4,562	871,809	583,519	606,523

Analysis of Trade in Canadian Common and Preference Stocks Between Canada and Other Countries

Twelve Months Ending December, 1941

Table 2-H

Month	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
January	\$ 1,544,882	\$ 1,465,418	\$ 1,518,404	\$ 1,307,467	\$ 5,225	\$ 110,564	\$ 21,253	\$ 47,387
February	845,427	671,427	803,004	553,603	3,533	91,756	38,890	26,068
March	676,150	835,874	636,588	677,907	2,142	144,685	37,420	13,282
April	1,081,187	813,729	1,062,740	695,112	159	98,728	18,288	19,889
May	1,084,580	638,798	1,040,181	576,914	12,250	52,519	32,149	9,365
June	763,699	665,442	677,165	559,168	55,249	84,873	31,285	21,401
July	960,087	959,283	933,259	817,576	-	137,520	26,828	4,187
August	1,045,116	1,067,308	996,867	831,742	930	201,393	47,319	34,173
September	1,478,283	1,598,648	1,419,206	1,322,200	-	207,815	59,077	68,633
October	1,315,234	1,671,248	1,250,180	1,425,026	-	225,522	65,054	20,700
November	1,270,414	2,151,244	1,235,624	1,821,618	4,427	301,081	30,363	28,545
December	2,337,092	3,692,607	2,305,294	3,445,259	307	220,682	31,491	26,666
Total, 12 months ..	14,402,151	16,231,026	13,878,512	14,033,592	84,222	1,877,138	439,417	320,296

Analysis of Trade in United States Common and Preference Stocks Between Canada and Other Countries

Twelve Months Ending December, 1941

Table 2-J

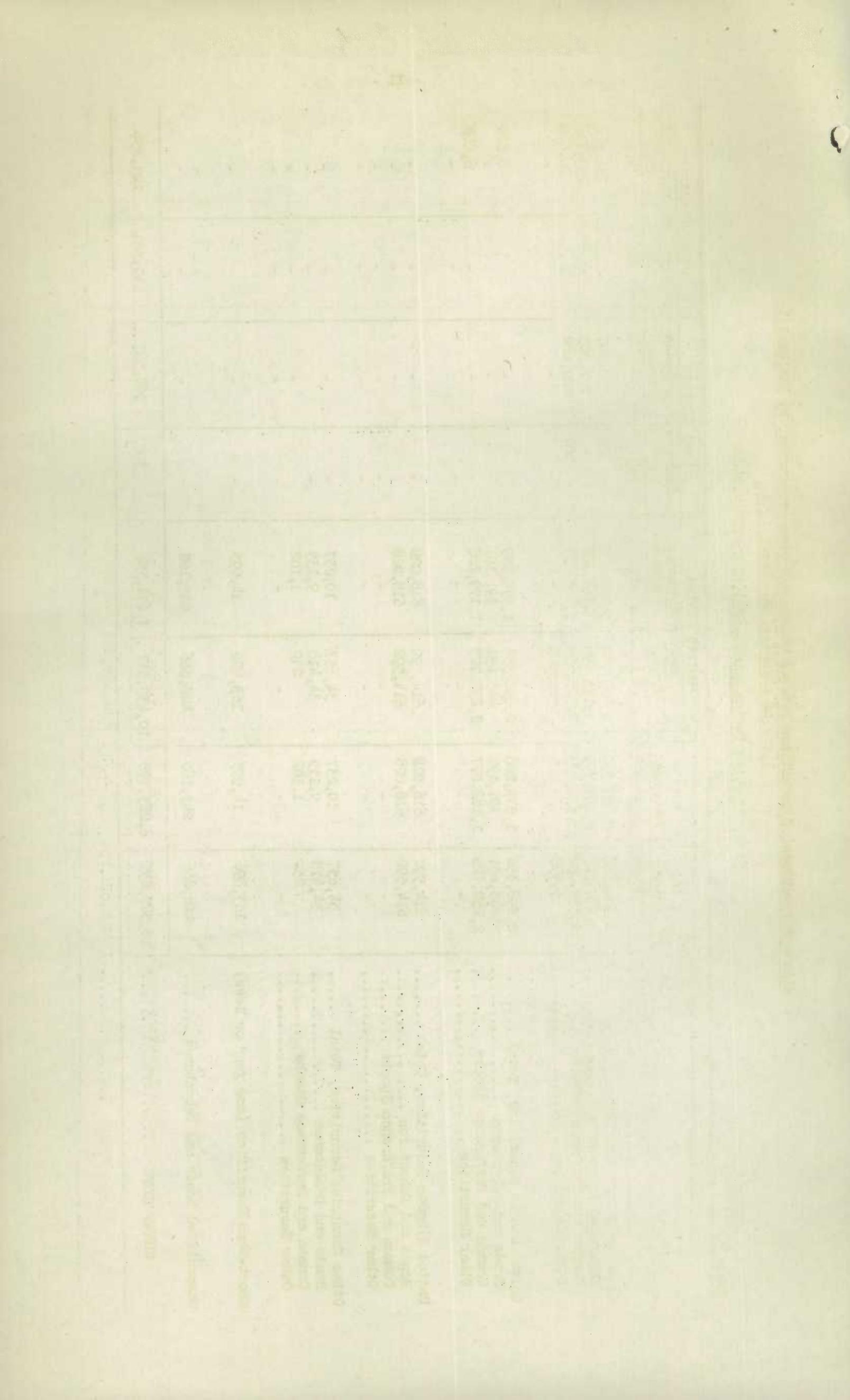
Month	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
			Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
January	\$ 1,661,388	\$ 762,863	\$ 1,661,388	\$ 762,482	\$ -	\$ -	\$ -	\$ 381
February	2,261,640	885,388	2,261,640	885,264	-	-	-	124
March	1,075,422	505,713	1,075,422	505,713	-	-	-	-
April	1,363,357	680,937	1,363,357	649,660	-	29,957	-	1,320
May	2,385,116	741,466	2,385,116	692,383	-	49,083	-	-
June	2,557,778	312,884	2,557,778	312,744	-	140	-	-
July	1,859,873	990,977	1,859,873	990,977	-	-	-	-
August	1,720,854	745,903	1,720,854	745,386	-	248	-	269
September	1,959,166	847,944	1,958,645	847,425	-	-	521	519
October	2,603,717	620,360	2,603,717	616,937	-	-	-	3,423
November	1,710,121	886,828	1,710,121	886,088	-	-	-	740
December	2,252,725	1,188,077	2,252,725	1,179,208	-	-	-	8,869
Total, 12 months ..	23,411,157	9,169,340	23,410,636	9,074,267	-	79,428	521	15,645

Sales and Purchases of Securities Between Canada and Other Countries, by Nationality
and Class of Security, December, 1941

(Summary Table)

Table 3.

	Total Sales	Total Purchases	United States		United Kingdom		Other Countries	
	\$	\$	Sales to	Purchases from	\$	\$	Sales to	Purchases from
Canadian Securities, Total	6,644,468	5,797,510	6,498,980	5,214,539	307	398,587	145,381	184,584
Bonds and Debentures	4,287,583	2,104,903	4,173,693	1,769,280	-	177,905	113,890	157,718
Common and Preference Stocks	2,337,092	3,692,607	2,305,294	3,445,259	307	220,682	31,491	26,666
Other Securities	19,993	-	19,993	-	-	-	-	-
United States Securities, Total	2,698,356	1,579,268	2,698,356	1,570,399	-	-	-	8,869
Bonds and Debentures	445,631	391,191	445,631	391,191	-	-	-	-
Common and Preference Stocks	2,252,725	1,188,077	2,252,725	1,179,208	-	-	-	8,869
Other Securities	-	-	-	-	-	-	-	-
United Kingdom Securities, Total	614,592	618,028	614,592	618,028	-	-	-	-
Bonds and Debentures	614,592	618,028	614,592	618,028	-	-	-	-
Common and Preference Stocks	-	-	-	-	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
Other Countries Securities, Total	34,657	10,237	34,657	10,237	-	-	-	-
Bonds and Debentures	34,418	9,135	34,418	9,135	-	-	-	-
Common and Preference Stocks	239	1,102	239	1,102	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
Short-Term Securities (one year or less)	163,896	14,995	163,896	14,995	-	-	-	-
Unspecified Bonds and Debentures	428,866	243,160	428,866	243,160	-	-	-	-
GRAND TOTAL	10,585,035	8,263,198	10,439,347	7,671,358	307	398,587	145,381	193,253



Sales and Purchases of Securities Between Canada and Other Countries, by Nationality
and Class of Security

Table 3.A

For the Twelve Months Ending December, 1941

	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	70,025,876	54,380,424	66,511,446	47,745,734	1,767,792	4,794,673	1,746,638	1,840,017
Bonds and Debentures	55,325,483	37,823,634	52,334,891	33,387,390	1,683,570	2,917,535	1,307,022	1,518,709
Common and Preference Stocks	14,402,151	16,231,026	13,878,512	14,033,592	84,222	1,877,138	439,417	320,296
Other Securities	298,242	325,764	298,043	324,752	-	-	199	1,012
United States Securities, Total	31,274,379	14,426,857	31,271,274	14,320,660	2,584	84,087	521	22,110
Bonds and Debentures	7,831,185	5,240,418	7,828,601	5,229,294	2,584	4,659	-	6,465
Common and Preference Stocks	23,411,157	9,169,340	23,410,636	9,074,267	-	79,428	521	15,645
Other Securities	32,037	17,099	32,037	17,099	-	-	-	-
United Kingdom Securities, Total	1,338,302	1,499,047	1,323,874	1,499,047	14,428	-	-	-
Bonds and Debentures	1,335,281	1,370,932	1,320,896	1,370,932	14,385	-	-	-
Common and Preference Stocks	3,021	128,115	2,978	128,115	43	-	-	-
Other Securities	-	-	-	-	-	-	-	-
Other Countries Securities, Total	1,250,569	792,048	1,234,259	788,579	3,466	1,892	12,844	1,577
Bonds and Debentures	1,021,712	775,021	1,006,869	771,552	3,466	1,892	11,377	1,577
Common and Preference Stocks	224,806	14,702	223,339	14,702	-	-	1,467	-
Other Securities	4,051	2,325	4,051	2,325	-	-	-	-
Short-Term Securities (one year or less)	251,852	203,744	251,852	203,744	-	-	-	-
Unspecified Bonds and Debentures	4,190,160	3,991,946	4,190,160	3,991,946	-	-	-	-
GRAND TOTAL	108,331,138	75,294,066	104,782,865	68,549,710	1,788,270	4,880,652	1,760,003	1,863,704

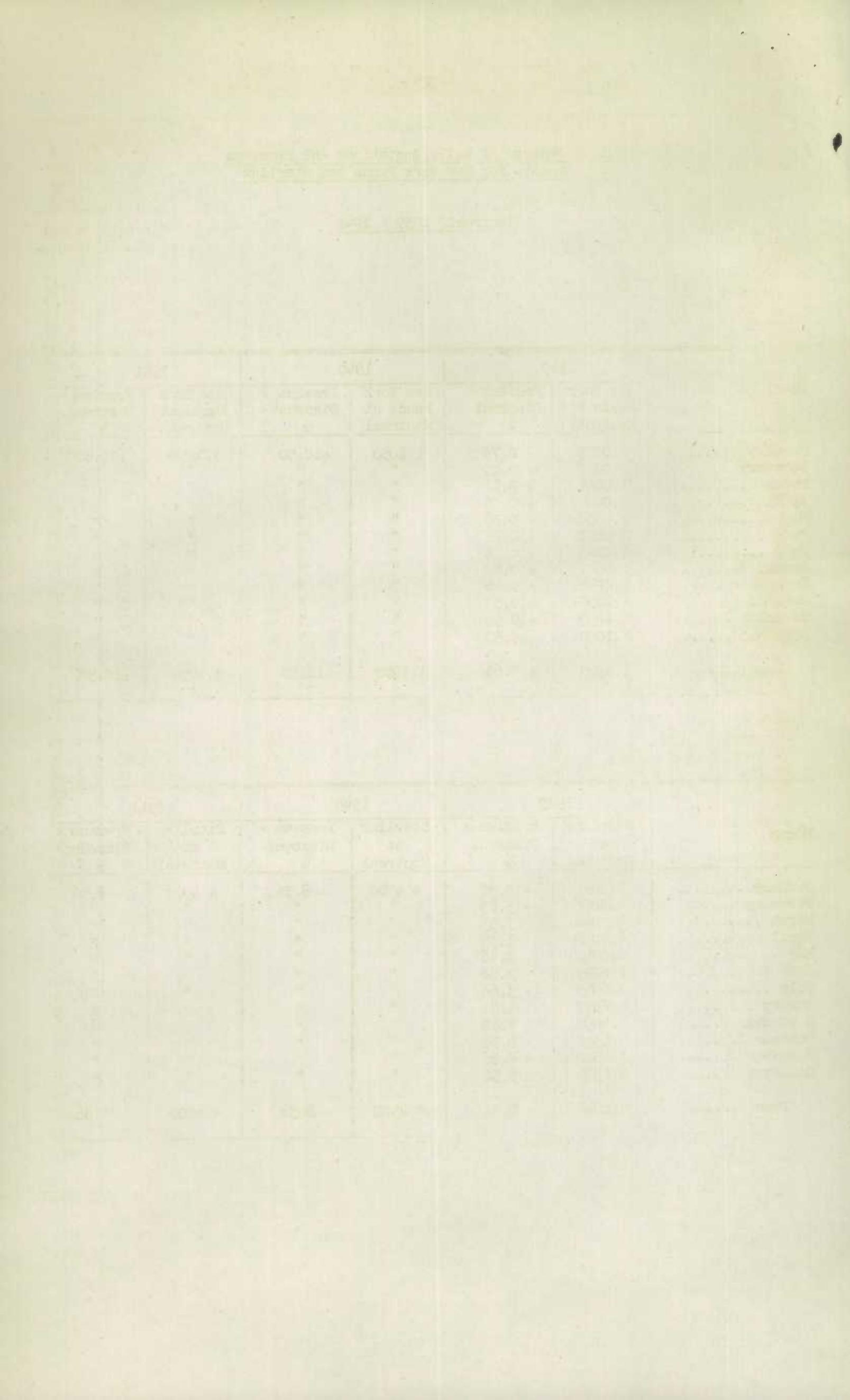
Monthly Average of Daily Quotations and Premiums
or Discounts for New York Funds and Sterling

Montreal, 1939 - 1941

Table 4

Month	1939		1940		1941	
	New York Funds at Montreal	Premium + Discount- %	New York Funds at Montreal	Premium + Discount- %	New York Funds at Montreal	Premium + Discount %
January	1.0079	+ 0.79	1.1050	+10.50	1.1050	+10.50
February	1.0049	+ 0.49	"	"	"	"
March	1.0041	+ 0.41	"	"	"	"
April	1.0050	+ 0.50	"	"	"	"
May	1.0036	+ 0.36	"	"	"	"
June	1.0021	+ 0.21	"	"	"	"
July	1.0015	+ 0.15	"	"	"	"
August	1.0047	+ 0.47	"	"	"	"
September	1.0948	+ 9.48	"	"	"	"
October	1.1050	+10.50	"	"	"	"
November	1.1050	+10.50	"	"	"	"
December	1.1050	+10.50	"	"	"	"
Year	1.0365	+ 3.65	1.1050	+10.50	1.1050	+10.50

Month	1939		1940		1941	
	Sterling at Montreal	Premium + Discount- %	Sterling at Montreal	Premium + Discount- %	Sterling at Montreal	Premium + Discount- %
January	4.7060	- 3.30	4.4500	- 8.56	4.4500	- 8.56
February	4.7086	- 3.25	"	"	"	"
March	4.7044	- 3.33	"	"	"	"
April	4.7058	- 3.35	"	"	"	"
May	4.6981	- 3.46	"	"	"	"
June	4.6923	- 3.58	"	"	"	"
July	4.6885	- 3.66	"	"	"	"
August	4.6327	- 4.81	"	"	"	"
September	4.4090	- 9.40	"	"	"	"
October	4.4500	- 8.56	"	"	"	"
November	4.4500	- 8.56	"	"	"	"
December	4.4500	- 8.56	"	"	"	"
Year	4.6084	- 5.31	4.4500	- 8.56	4.4500	- 8.56



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

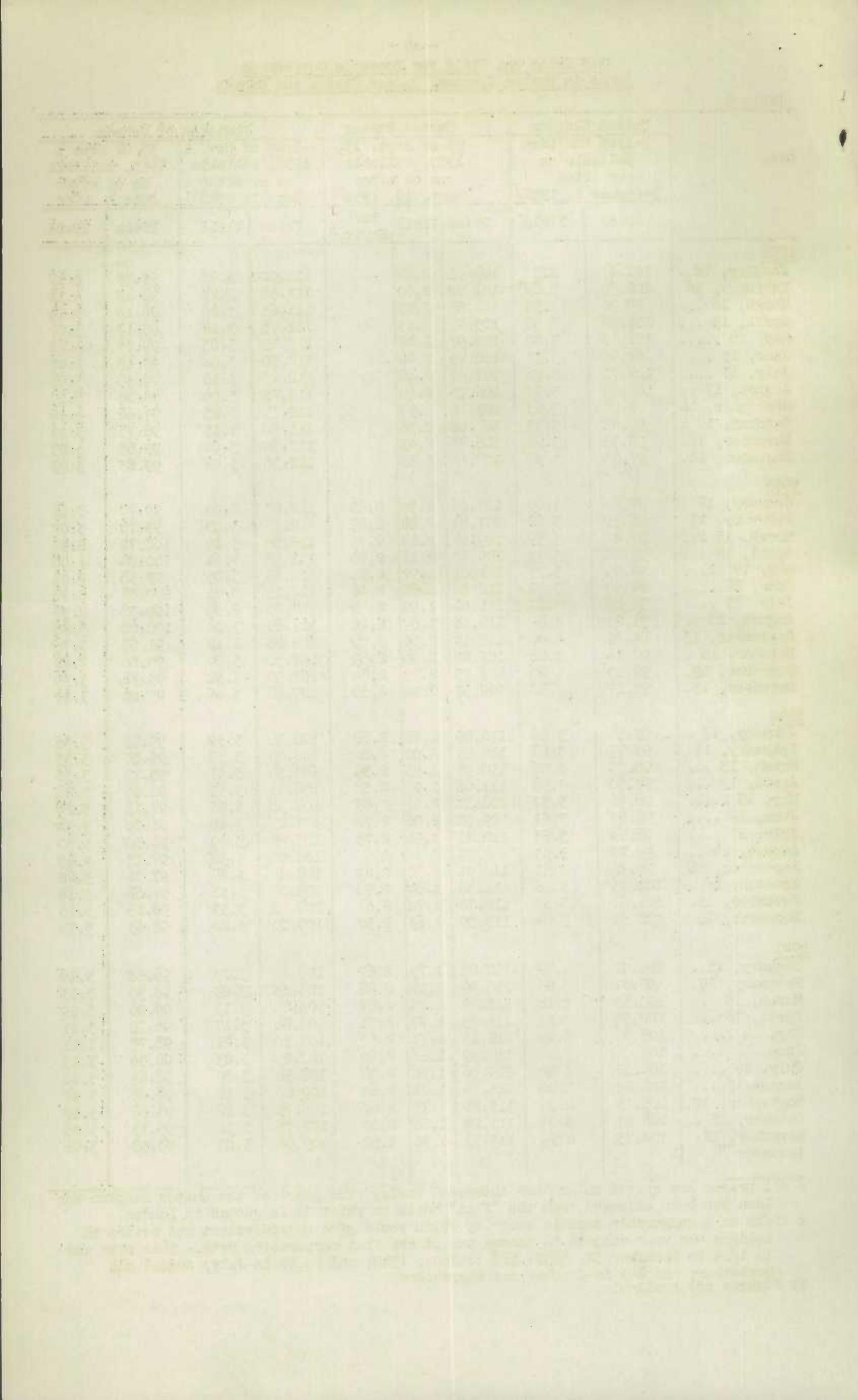
Table 5

Date	United Kingdom		United States			Dominion of Canada			
	3-1/2% War Loan Callable on or after December 1, 1952/ ⁷		3% of Sept. 15, 1955, callable on or after Sept. 15, 1951			4-1/2% of Nov. 1 1958, callable on or after Nov. 1, 1948		3% of June 1 1955, callable on or after June 1, 1950	
	Price	Yield	Price	Yield	Tax Equiv. ^x	Price	Yield	Price	Yield
<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 ...	98.96	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		115.13	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	92.88	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	108.53	3.33	96.63	3.28
May, 15	98.16	3.57	108.31	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
August, 14 ..	99.29	3.53	109.75	2.01	2.80	108.00	3.38	97.13	3.25
September, 18	99.95	3.50	110.91	1.90	2.69	108.63	3.28	97.50	3.22
October, 16 .	101.43	3.36	111.38	1.84	2.78	108.38	3.31	97.88	3.18
November, 13.	101.67	3.33	112.78	1.70	2.64	108.13	3.33	98.13	3.16
December, 18.	102.59	3.24	113.50	1.63	2.57	109.00	3.20	98.63	3.12
<u>1941</u>									
January, 15 .	103.01	3.19	112.28	1.73	2.67	109.25	3.15	98.88	3.10
February, 19.	102.67	3.23	110.34	1.92	2.86	108.63	3.23	98.50	3.13
March, 19 ...	103.15	3.18	111.94	1.75	2.69	109.25	3.13	99.00	3.09
April, 16 ...	102.53	3.23	111.63	1.77	2.71	108.88	3.17	98.75	3.11
May, 14	103.96	3.09	112.13	1.71	2.65	108.50	3.21	98.75	3.11
June, 18	103.84	3.10	112.59	1.66	2.60	108.25	3.23	98.50	3.13
July, 16	104.63	3.02	113.06	1.60	2.54	108.38	3.20	98.63	3.12
August 13 ...	104.99	2.98	111.94	1.71	2.65	109.00	3.10	98.63	3.12
September, 17	105.15	2.96	111.78	1.71	2.65	108.75	3.12	98.88	3.10
October, 15 .	104.64	3.01	112.22	1.66	2.60	108.75	3.11	99.13	3.08
November, 12.	104.73	2.99	113.13	1.56	2.50	109.00	3.05	99.38	3.06

⁷ All prices are quoted on an "and interest" basis. The price of the United Kingdom War Loan has been adjusted from the "flat" basis on which it is quoted in London.

^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 December 31, 1939; 18% to June, 1940; and 20.9% in July, August and September; and 24% in October and thereafter.

^{xx} Figures not available.



- 13 -
 Index Numbers of Common Stocks Prices in Canada
 and the United States, 1938=1941
 (1935-1939=100)

Table 6

	CANADA			United States (402) (Standard & Poor's Corp.) 354 Industrials 20 Railroads 28 Utilities)	
	Dominion Bureau of Statistics				
	Investors' Price Index (95) (68 Industrials 19 Utilities 8 Banks)	Mining Stocks Gold Stocks (22)	Composite Mining Index (25)		
<u>1938</u>					
January	98.2	102.8	100.5	87.4	
February	97.6	105.6	103.0	85.2	
March	90.4	94.6	94.1	79.2	
April	89.2	93.9	93.4	76.5	
May	90.9	96.9	97.3	78.0	
June	91.1	101.2	101.7	79.7	
July	97.4	101.8	105.4	93.6	
August	95.9	105.2	108.8	94.0	
September	89.9	96.5	100.4	89.6	
October	100.0	103.0	109.8	98.5	
November	100.6	102.9	111.3	99.4	
December	97.3	103.3	110.9	97.1	
<u>1939</u>					
January	93.8	103.1	110.2	97.0	
February	94.9	102.9	110.8	95.1	
March	94.5	100.4	108.1	96.0	
April	87.7	93.5	100.2	85.0	
May	90.4	97.3	105.6	88.4	
June	88.4	99.0	107.3	89.9	
July	88.7	100.0	108.7	91.8	
August	85.8	95.8	105.6	90.7	
September	91.2	84.6	96.0	99.7	
October	96.6	90.5	100.9	100.7	
November	94.4	90.3	100.9	98.9	
December	92.2	89.2	99.3	97.0	
<u>1940</u>					
January	90.9	91.1	100.9	97.4	
February	90.2	86.5	96.2	96.8	
March	90.3	82.0	92.5	96.7	
April	88.4	81.3	91.2	98.1	
May	73.3	67.6	74.5	85.1	
June	65.5	57.7	63.4	78.1	
July	66.1	59.1	64.8	80.8	
August	69.3	64.6	71.0	81.6	
September	75.8	70.8	77.5	85.5	
October	74.2	72.9	79.2	86.0	
November	74.5	76.5	82.4	86.7	
December	70.3	74.9	80.2	84.9	
<u>1941</u>					
January	71.3	74.4	79.4	85.0	
February	66.5	70.6	74.9	80.1	
March	66.8	70.0	75.1	80.3	
April	65.8	69.0	75.1	77.9	
May	63.9	66.1	71.2	77.1	
June	64.0	64.4	71.0	79.5	
July	67.5	66.2	74.6	83.2	
August	67.8	66.0	74.6	83.2	
September	71.0	66.0	75.4	83.6	
October	69.1	60.8	69.7	80.4	
November	63.8	54.9	65.0	77.4	
December	67.2	52.2	63.2	71.8	

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