

67 002

NOTICE

DOMINION BUREAU
OF STATISTICS
NOV 1942

There must be a reduction and more economical use of paper, envelopes and labour in respect of the free mailing list. This is the last issue of this publication you will receive unless you desire to have it continued, in which event you must advise this Bureau and give the reason for such continuation.

This does not apply to copies going to paid-up subscribers or exchange publications.

Published by Authority of the HON. JAMES A. MacKINNON, M.P.,
Minister of Trade and Commerce

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

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.

Vcl. 8.

No. 8.

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES

August, 1942

The import of capital by Canada through the sale of outstanding securities to other countries continued at a high level in August. Net sales of securities to other countries in August were \$5.8 million compared with \$6.8 million in July and \$3 million in June. Sales of Canadian bonds to the United States continued to constitute the principal part of the trade.

Net sales of Dominion guaranteed bonds to the United States of \$3.8 million accounted for the largest part of the balance of sales, as in preceding months. Net sales of provincial issues of \$1.3 million represented most of the remainder. Net sales of Dominions and municipals were relatively small. The trade in Canadian stocks was light and mainly offsetting. Sales of United States securities were lighter than usual.

Repurchases from the United Kingdom amounted to \$0.3 million.

The trade with other countries was small and showed no appreciable balance.

The accumulative total of net sales of securities by Canada for the eight months ending in August, 1942 was \$70.4 million compared with \$14.9 million in the same period of 1941. Net sales of Canadian bonds accounted for \$65.4 million of this balance in 1942. Dominion guarantees accounted for \$32.1 million; Dominions, \$14.9 million; and Provincials \$18.1 million. Net sales of Canadian bonds in the same eight months of 1941 were only \$3.3 million. Net sales of United States securities in the first eight months of 1942 were \$5.2 million compared with \$11.1 million in the same period of 1941.

The index numbers of Canadian common stock prices shown in Table 5 were slightly lower in August than in July, while the United States index remained at about the same level as in July. The prices of the government bonds shown in Table 4 were about the same as in July. The official buying and selling rates for foreign exchange remained at the levels fixed in September, 1939.

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 the redemption of called or matured Canadian bonds owned abroad and official repatriation operations. 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.

\$1.00 per year; single copies .10 cents.

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

Table 1.

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	5.1	2.1	+ 1.0
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	10.5	8.3	+ 2.2	10.4	7.7	+ 2.7	(1)	0.4	- 0.4	0.1	0.2	- 0.1
<u>1942</u>												
TOTAL	112.8	42.4	+ 70.4	111.5	38.6	+ 72.9	0.1	3.0	- 2.9	1.2	0.9	+ 0.3
January	12.4	7.3	+ 5.1	12.3	6.7	+ 5.6	(1)	0.5	- 0.5	0.1	0.1	-
February	5.3	3.5	+ 1.8	5.2	3.1	+ 2.1	(1)	0.3	- 0.3	0.1	0.1	-
March	28.9	5.9	+ 23.0	28.8	5.2	+ 23.6	(1)	0.6	- 0.6	0.1	0.1	-
April	18.6	4.8	+ 13.8	18.5	4.3	+ 14.2	(1)	0.4	- 0.4	0.1	0.1	-
May	14.0	6.3	+ 7.7	13.7	5.6	+ 8.1	(1)	0.3	- 0.3	0.4	0.4	-
June	10.8	4.5	+ 6.3	10.5	4.2	+ 6.3	(1)	0.2	- 0.2	0.3	0.1	+ 0.2
July	13.3	6.5	+ 6.8	13.2	6.1	+ 7.1	(1)	0.4	- 0.4	0.1	(1)	+ 0.1
August (x) ..	9.3	3.5	+ 5.8	9.2	3.1	+ 6.1	(1)	0.3	- 0.3	0.1	0.1	-

(1) Less than 0.05

(x) Subject to revision.

Analysis of Trade in Securities Between Canada and Other Countries
August, 1942

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	8,260,578	2,869,733	8,136,802	2,572,030	5,033	173,861	118,743	123,842
Canadian new issues	-	-	-	-	-	-	-	-
Canadian Outstanding Issues --								
Dominion	1,222,301	838,512	1,116,929	740,860	5,033	5,801	100,339	91,851
Provincial	1,416,502	117,003	1,416,502	60,307	-	55,603	-	1,093
Municipal	386,923	141,347	386,923	50,361	-	89,915	-	1,071
Guaranteed by the Dominion	3,929,030	143,802	3,929,030	143,802	-	-	-	-
Railway, Other	259,536	511,562	259,536	484,360	-	-	-	27,202
Other Corporations	272,086	281,133	261,936	255,966	-	22,542	10,150	2,625
United States New Issues --								
Government	-	7,167	-	7,167	-	-	-	-
Other	-	100,957	-	100,957	-	-	-	-
United States Outstanding Issues --								
Government	100,964	128,467	100,964	128,467	-	-	-	-
Other	163,566	209,804	163,566	209,804	-	-	-	-
United Kingdom New Issues --								
Government	-	-	-	-	-	-	-	-
Other	-	2,000	-	2,000	-	-	-	-
United Kingdom Outstanding Issues--								
Government	-	-	-	-	-	-	-	-
Other	148,500	147,769	148,500	147,769	-	-	-	-
Other Countries New Issues	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues	217,155	148,449	208,901	148,449	-	-	8,254	-
Unspecified Bonds and Debentures .	144,015	91,761	144,015	91,761	-	-	-	-
<u>Common & Preference Stocks</u>								
Canadian	496,185	384,201	477,595	296,755	-	87,076	18,590	370
United States	549,045	266,867	549,045	266,867	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	28,225	-	28,225	-	-	-	-	-
Short-Term Securities(1yr.or less)	-	-	-	-	-	-	-	-
<u>Other Securities</u>								
Canadian	-	-	-	-	-	-	-	-
United States	-	-	-	-	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	-	-	-	-	-	-	-	-
GRAND TOTAL	9,334,033	3,520,801	9,191,667	3,135,652	5,033	260,937	137,333	124,212

Analysis of Trade in Securities Between Canada and Other Countries
For the Eight Months Ending August, 1942

Table 2-A

			United States		United Kingdom		Other Countries	
	Total Sales	Total Purchases	Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
Bonds and Debentures, Total	97,190,191	30,775,239	96,041,726	28,012,651	47,279	1,985,810	1,101,188	776,778
Canadian new issues	147,298	-	131,177	-	-	-	16,121	-
Canadian Outstanding Issues --								
Dominion	22,183,527	7,340,589	21,304,614	6,870,420	5,233	27,280	873,680	442,889
Provincial	20,123,859	2,008,398	20,123,859	1,462,530	-	184,734	-	61,134
Municipal	3,564,555	1,530,665	3,564,555	812,350	-	725,244	-	1,071
Guaranteed by the Dominion ..	34,838,847	2,690,640	34,833,387	2,546,502	-	47,678	5,460	96,460
Railway, Other	4,807,434	7,809,813	4,794,405	7,635,817	5,600	138,736	7,429	35,260
Other Corporations	4,464,332	3,380,128	4,262,875	2,929,890	11,514	336,970	189,943	113,268
United States New Issues --								
Government	-	257,901	-	257,901	-	-	-	-
Other	-	522,058	-	522,058	-	-	-	-
United States Outstanding Issues--								
Government	1,282,287	734,814	1,282,287	734,814	-	-	-	-
Other	1,765,439	1,217,828	1,765,439	1,210,665	-	-	-	7,163
United Kingdom New Issues --								
Government	-	-	-	-	-	-	-	-
Other	-	2,163	-	2,163	-	-	-	-
United Kingdom Outstanding Issues								
Government	10,928	396,181	6,998	174,681	3,930	221,500	-	-
Other	427,604	259,718	427,604	259,718	-	-	-	-
Other Countries New Issues	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues	973,591	641,120	944,036	617,919	21,000	3,668	8,555	19,533
Unspecified Bonds & Debentures ..	2,500,490	1,975,223	2,500,490	1,975,223	-	-	-	-
Common and Preference Stocks								
Canadian	6,369,530	7,335,962	6,172,057	6,256,885	26,779	928,907	170,694	150,170
United States	8,361,347	3,573,710	8,361,237	3,567,445	-	3,760	110	2,505
United Kingdom	5,282	690	4,513	690	769	-	-	-
Other Countries	68,841	408	68,707	-	-	-	134	408
Short-Term Securities (1 yr. or less)	14,994	133,994	14,994	133,994	-	-	-	-
Other Securities								
Canadian	388,134	382,793	388,134	382,793	-	-	-	-
United States	366,721	259,695	366,721	259,695	-	-	-	-
United Kingdom	-	-	-	-	-	-	-	-
Other Countries	24,655	-	24,655	-	-	-	-	-
GRAND TOTAL	112,789,695	42,462,491	111,442,744	38,614,153	74,825	2,918,477	1,272,126	929,861

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

(Summary Table)

August, 1942

Table 3

	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	7,982,563	2,417,560	7,346,451	2,032,411	5,033	260,937	129,079	124,212
Bonds and Debentures	7,486,378	2,033,359	7,370,856	1,735,656	5,033	173,861	110,489	123,842
Common & Preference Stocks ..	496,185	384,201	477,595	296,755	-	87,076	18,590	370
Other Securities	-	-	-	-	-	-	-	-
United States Securities, Total	813,575	713,262	813,575	713,262	-	-	-	-
Bonds and Debentures	264,530	446,395	264,530	446,395	-	-	-	-
Common & Preference Stocks ..	549,045	266,867	549,045	266,867	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
United Kingdom Securities, Total	148,500	149,769	148,500	149,769	-	-	-	-
Bonds and Debentures	148,500	149,769	148,500	149,769	-	-	-	-
Common & Preference Stocks ..	-	-	-	-	-	-	-	-
Other Securities	-	-	-	-	-	-	-	-
Other Countries Securities, Total	245,380	148,449	237,126	148,449	-	-	-	8,254
Bonds and Debentures	217,155	148,449	208,901	148,449	-	-	-	8,254
Common & Preference Stocks ..	28,225	-	28,225	-	-	-	-	-
Short-Term Securities (1 Yr or less) ...	-	-	-	-	-	-	-	-
Unspecified Bonds & Debentures .	144,015	91,761	144,015	91,761	-	-	-	-
GRAND TOTAL	9,334,033	3,520,801	9,191,667	3,135,652	5,033	260,937	137,333	124,212

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

For the Eight Months Ending August, 1942.

Table 3-A.

			United States		United Kingdom		Other Countries	
	Total Sales	Total Purchases	Sales to	Purchases from	Sales to	Purchases from	Sales to	Purchases from
	\$	\$	\$	\$	\$	\$	\$	\$
Canadian Securities, Total	96,987,516	32,486,928	95,675,063	28,897,187	49,126	2,689,549	1,263,327	900,252
Bonds and Debentures	90,229,852	24,768,233	89,114,872	22,257,509	22,347	1,760,642	1,092,633	750,082
Common & Preference Stocks ...	6,369,520	7,335,962	6,172,057	6,256,885	26,779	928,907	170,694	150,170
Other Securities	388,134	382,793	388,134	382,793	-	-	-	-
United States Securities, Total ..	11,775,794	6,566,006	11,775,684	6,552,578	-	3,760	110	9,668
Bonds and Debentures	3,047,726	2,732,601	3,047,726	2,725,438	-	-	-	7,163
Common & Preference Stocks ...	8,361,347	3,573,710	8,361,237	2,567,445	-	3,760	110	2,505
Other Securities	366,721	259,695	366,721	259,695	-	-	-	-
United Kingdom Securities, Total	442,814	658,752	439,115	437,252	4,699	221,500	-	-
Bonds and Debentures	438,532	658,062	434,602	436,562	3,930	221,500	-	-
Common & Preference Stocks ...	5,282	690	4,513	690	769	-	-	-
Other Securities, Total	-	-	-	-	-	-	-	-
Other Countries Securities, Total	1,067,087	641,528	1,037,398	617,919	21,000	3,668	8,689	19,941
Bonds and Debentures	973,591	641,120	944,036	617,919	21,000	3,668	8,555	19,533
Common & Preference Stocks ...	68,841	408	68,707	-	-	-	134	408
Other Securities, Total	24,655	-	24,655	-	--	-	-	-
Short-Term Securities (1 yr. or less) ...	14,994	133,994	14,994	133,994	-	-	-	-
Unspecified Bonds and Debentures	2,500,490	1,275,223	2,500,490	1,975,223	-	-	-	-
GRAND TOTAL	112,729,695	42,462,491	111,442,744	38,614,153	74,825	2,918,477	1,272,126	929,861

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

Table 4

Date	United Kingdom		United States			Dominion of Canada			
	3-1/2% War Loan Callable on or after December 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 Nov. 1, 1948		3% of June 1, 1955, Callable on or after June 1, 1950	
	Price	Yield	Price	Yield	Tax Equiv.	Price	Yield	Price	Yield
<u>1940</u>									
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
Aug. 14 ...	99.29	3.53	109.75	2.01	2.80	108.00	3.38	97.13	3.25
Sept. 18 ..	99.95	3.50	110.91	1.90	2.69	108.63	3.28	97.50	3.22
Oct., 16 ..	101.43	3.36	111.38	1.84	2.78	108.32	3.31	97.88	3.18
Nov., 13 ..	101.67	3.33	112.78	1.70	2.64	108.13	3.33	98.13	3.16
Dec., 18 ..	102.59	3.24	113.50	1.63	2.57	109.00	3.20	98.63	3.12
<u>1941</u>									
Jan., 15 ..	103.01	3.19	112.28	1.73	2.67	109.25	3.15	98.88	3.10
Feb., 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 ..	102.58	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
Aug., 13 ..	104.99	2.98	111.94	1.71	2.65	109.00	3.10	98.63	3.12
Sept., 17 ..	105.15	2.96	111.78	1.71	2.65	108.75	3.12	98.88	3.10
Oct., 15 ..	104.64	3.01	112.22	1.66	2.60	108.75	3.11	99.13	3.08
Nov., 12 ..	104.73	2.99	112.13	1.56	2.50	109.00	3.05	99.38	3.06
Dec., 17 ..	104.41	3.02	110.91	1.78	2.72	108.88	3.06	99.38	3.06
<u>1942</u>									
Jan., 14 ..	104.89	2.97	110.56	1.80	2.74	109.00	3.02	99.63	3.03
Feb., 18 ..	103.99	3.06	108.97	1.97	2.91	108.75	3.05	99.38	3.06
March, 18 ..	104.72	2.98	110.59	1.78	2.72	108.75	3.03	99.25	3.07
April, 16 ..	105.08	2.94	110.69	1.76	2.70	109.00	2.98	99.38	3.06
May, 13 ...	104.87	2.96	110.47	1.78	2.72	108.75	3.00	99.50	3.05
June, 17 ..	104.91	2.95	110.78	1.73	2.67	108.63	3.00	99.75	3.02
July, 15 ..	105.52	2.88	110.53	1.75	2.69	108.25	3.05	99.75	3.02
August, 12 ..	105.19	2.91	110.44	1.75	2.69	108.38	3.01	99.75	3.02

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

Index Numbers of Common Stocks Prices in Canada
and the United States, 1940-1942

(1935-39 = 100)

Table 5.

	CANADA			United States (402) (Standard & Poor's Corp.) 354 Industrials 20 Railroads 28 Utilities	
	Dominion Bureau of Statistics		Composite Mining Index (25)		
	Investors' Price Index (95) (68 Industrials 19 Utilities 8 Banks)	Mining Stocks Gold Stocks (22)			
<u>1940</u>					
June	65.5	57.7	63.4	72.1	
July	66.1	59.1	64.8	80.8	
August	69.3	64.6	71.0	81.6	
September	75.3	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	82.2	
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	68.8	54.9	65.0	77.4	
December	67.2	52.2	63.2	71.8	
<u>1942</u>					
January	66.8	50.5	61.9	72.6	
February	64.7	45.4	57.5	69.9	
March	62.3	40.1	51.9	66.0	
April	61.1	27.5	49.3	62.3	
May	62.0	39.6	51.7	63.2	
June	62.8	42.6	53.2	66.1	
July	62.4	39.3	50.6	68.2	
August	61.6	38.0	49.4	68.3	

STATISTICS CANADA LIBRARY
BIBLIOTHÈQUE STATISTIQUE CANADA



1010508497