



MAY 10

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 COUNTRIESFEBRUARY, 1943

An unusually heavy import of capital to Canada continued to result from the international trade in securities in February. Net sales of \$15.0 million compare with \$11.3 million in January and \$7.8 million in December. The sale of Canadian bonds in the United States was again the principal source of the import of capital although the liquidation of Canadian holdings of United States stocks represented a larger part than in preceding months.

There were net sales of each group of Canadian bonds to the United States as in January. These net sales were distributed as follows, Dominions \$2.2 million, Provincials \$3.3 million, Municipal \$1.7 million, Dominion Guarantees \$5.0 million, Other Railways \$0.1 million, and Other Corporation bonds \$0.6 million. The trade in Canadian stocks resulted in only a small balance of sales to the United States while sales of United States stocks increased to about \$1.9 million.

Repurchases from the United Kingdom of Canadian bonds were \$0.3 million and of stocks \$0.1 million.

Net sales to other countries of \$0.3 million were almost all bonds.

In the two months ending in February the cumulative total of net sales was \$28.4 million compared with \$6.9 million in the same two months of 1942.

The prices of common stocks in the United States and Canada continued to rise in February, the sharpest rise being reflected in the index of United States stocks. The mid month prices of the government bonds shown in Table 4 recorded only minor changes. 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. Besides some transactions carried on directly outside of Canada independently of the reporting agencies 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 of these capital movements are shown in the annual reports of the Canadian Balance of International Payments.

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	
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	+ 36.2	1.3	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 ...	13.3	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 .....	167.0	61.5	+105.5	165.1	56.0	+109.1	0.1	4.3	- 4.2	1.8	1.2	+ 0.6	
January ...	12.4	7.3	+ 5.1	12.3	6.7	+ 5.6	(1)	0.5	- 0.1	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 .....	28.0	5.9	+ 23.0	28.8	5.2	+ 23.6	(1)	0.6	- 0.6	0.1	0.1	-	
April .....	18.6	4.3	+ 13.3	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 .....	9.5	3.7	+ 5.8	9.4	3.3	+ 6.1	(1)	0.3	- 0.3	0.1	0.1	-	
September ..	10.8	4.0	+ 6.8	10.8	3.7	+ 7.1	(1)	0.3	- 0.3	(1)	(1)	-	
October ...	20.2	4.8	+ 15.4	20.1	4.4	+ 15.7	(1)	0.4	- 0.4	0.1	(1)	+ 0.1	
November ...	9.5	4.3	+ 5.2	9.4	3.9	+ 5.5	(1)	0.3	- 0.3	0.1	(1)	+ 0.1	
December ...	13.5	5.7	+ 7.8	13.3	5.1	+ 8.2	-	0.4	- 0.4	0.3	0.2	+ 0.1	
<u>1943</u>	<u>TOTAL .....</u>	<u>41.4</u>	<u>15.0</u>	<u>+ 26.4</u>	<u>40.7</u>	<u>14.0</u>	<u>+ 26.7</u>	<u>(1)</u>	<u>0.9</u>	<u>- 0.9</u>	<u>0.7</u>	<u>0.2</u>	<u>+ 0.5</u>
January ...	19.2	7.9	+ 11.3	18.9	7.4	+ 11.5	(1)	0.5	- 0.5	0.3	(1)	+ 0.3	
February (x)	22.2	7.2	+ 15.0	21.7	6.6	+ 15.1	(1)	0.5	- 0.5	0.4	0.1	+ 0.3	

(1) Less than 0.05

(x) Subject to revision.

Analysis of Trade in Securities Between Canada and Other Countries  
February, 1948.

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 & Debentures, Total .....	17,191,253	4,274,824	16,792,560	3,898,560	-	325,535	398,693	51,184
Canadian New Issues .....	-	-	-	-	-	-	-	-
Canadian Outstanding Issues								
Dominion .....	2,946,893	457,367	2,604,429	421,511	-	-	342,464	35,856
Provincial .....	3,576,814	241,284	3,549,465	182,706	-	58,578	27,349	-
Municipal .....	1,849,683	314,925	1,849,683	148,961	-	165,964	-	-
Guaranteed by the Dominion ...	6,325,079	1,268,939	6,325,079	1,268,939	-	-	-	-
Railway, Other .....	222,592	86,816	222,592	84,816	-	2,000	-	-
Other Corporations .....	695,624	182,869	667,701	68,543	-	98,993	27,923	15,328
United States New Issues								
Government .....	-	4,421	-	4,421	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United States Outstanding Issues								
Government .....	185,746	429,255	184,789	429,255	-	-	957	-
Other .....	324,873	208,168	324,873	208,168	-	-	-	1
United Kingdom New Issues								
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues								
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
Other Countries New Issues .....	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues	231,620	14,892	231,620	14,892	-	-	-	-
Unspecified Bonds & Debentures ..	832,329	1,065,888	832,329	1,065,888	-	-	-	-
Common & Preference Stocks								
Canadian .....	1,338,178	1,315,320	1,310,264	1,145,302	2,238	110,493	25,676	50,519
United States .....	3,445,697	1,500,794	3,445,596	1,500,794	-	-	101	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
Short-Term Securities(1 Yr. or Less)	179,156	70,187	179,156	63,565	-	-	-	6,622
Other Securities								
Canadian .....	11,647	6,700	11,647	-	-	6,700	-	-
United States .....	-	1,193	-	1,193	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
GRAND TOTAL .....	22,165,931	7,169,018	21,739,223	6,608,959	2,238	451,734	424,470	108,525

Analysis of Trade in Securities Between Canada and Other Countries  
For the Two Months Ending February, 1943.

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 & Debentures, Total .....	\$ 32,681,393	\$ 9,354,629	\$ 32,041,604	\$ 8,685,116	\$ -	\$ 593,790	\$ 639,789	\$ 75,723
Canadian New Issues .....	-	-	-	-	-	-	-	-
Canadian Outstanding Issues								
Dominion .....	6,155,867	1,703,820	5,649,819	1,661,358	-	4,969	506,048	37,493
Provincial .....	6,757,801	513,629	6,725,577	350,400	-	163,179	32,324	50
Municipal .....	2,188,756	526,295	2,138,756	253,488	-	267,807	-	-
Guaranteed by the Dominion .	10,671,349	2,720,533	10,671,349	2,718,075	-	2,458	-	-
Railway, Other .....	585,773	367,589	577,898	364,589	-	3,000	7,875	-
Other Corporations .....	3,348,233	506,531	3,293,014	315,974	-	152,377	55,209	38,180
United States New Issues								
Government .....	-	92,777	-	92,777	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United States Outstanding Issues								
Government .....	329,898	814,466	328,941	814,466	-	-	957	-
Other .....	714,256	495,043	714,256	495,043	-	-	-	-
United Kingdom New Issues								
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues								
Government .....	-	-	-	-	-	-	-	-
Other .....	140,985	140,363	140,985	140,363	-	-	-	-
Other Countries New Issues ....	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues	337,929	17,000	300,553	17,000	-	-	37,376	-
Unspecified Bonds & Debentures.	1,450,456	1,456,583	1,450,456	1,456,583	-	-	-	-
Common & Preference Stocks								
Canadian .....	2,692,054	2,775,409	2,597,379	2,389,781	3,161	316,079	91,014	69,549
United States .....	5,776,370	2,812,079	5,775,832	2,812,229	-	-	538	450
United Kingdom .....	581	-	581	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
Short-Term Securities (1 Yr. or Less)	218,732	70,187	218,722	63,565	-	-	-	6,622
Other Securities								
Canadian .....	20,811	15,818	20,811	9,118	-	6,700	-	-
United States .....	-	1,193	-	1,193	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
GRAND TOTAL .....	41,389,941	15,029,915	40,655,439	13,961,002	5,161	916,569	731,341	152,344

Sales and Purchases of Securities Between Canada and Other Countries  
By Nationality and Class of Security. (Summary Table)  
February, 1943.

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 .....	16,966,510	3,874,220	16,540,860	3,320,783	2,238	451,734	423,412	101,703
Bonds and Debentures .....	15,616,685	2,552,200	15,218,049	2,175,481	-	325,535	397,736	51,184
Common & Preference Stocks ....	1,338,173	1,315,320	1,310,264	1,145,302	2,238	119,499	25,676	50,519
Other Securities .....	11,647	6,700	11,647	-	-	6,700	-	-
United States Securities, Total ..	3,956,316	2,143,831	3,955,258	2,143,831	-	-	1,058	-
Bonds and Debentures .....	510,619	641,844	509,662	641,844	-	-	957	-
Common & Preference Stocks ....	3,445,697	1,500,794	3,445,596	1,500,794	-	-	101	-
Other Securities .....	-	1,193	-	1,193	-	-	-	-
United Kingdom Securities, Total .	-	-	-	-	-	-	-	-
Bonds and Debentures .....	-	-	-	-	-	-	-	-
Common & Preference Stocks ....	-	-	-	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities, Total.	231,620	14,892	231,620	14,892	-	-	-	-
Bonds and Debentures .....	231,620	14,892	231,620	14,892	-	-	-	-
Common & Preference Stocks ....	-	-	-	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities (1 Yr. or Less)	179,156	70,187	179,156	63,565	-	-	-	6,622
Unspecified Bonds & Debentures ...	832,329	1,065,838	832,329	1,065,838	-	-	-	-
GRAND TOTAL .....	22,165,931	7,160,013	21,739,223	6,608,959	2,238	451,734	434,470	108,325

Sales and Purchases of Securities Between Canada and Other Countries  
By Nationality and Class of Security.  
For the Two Months Ending February, 1943.

Table 3 A

	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 .....	32,420,734	9,129,624	31,725,103	8,067,783	3,161	916,569	692,470	145,272
Bonds and Debentures .....	29,707,869	6,333,397	29,106,413	5,668,334	-	593,790	601,453	75,723
Common & Preference Stocks .....	2,692,054	2,775,409	2,597,879	2,389,781	3,161	316,079	91,014	69,549
Other Securities .....	20,311	15,313	20,811	9,113	-	6,700	-	-
United States Securities, Total ..	6,820,524	4,218,158	6,819,023	4,215,708	-	-	1,495	450
Bonds and Debentures .....	1,044,154	1,402,236	1,043,197	1,402,236	-	-	957	-
Common & Preference Stocks .....	5,776,370	2,812,679	5,775,832	2,812,223	-	-	538	450
Other Securities .....	-	1,193	-	1,193	-	-	-	-
United Kingdom Securities, Total :	141,566	140,363	141,566	140,363	-	-	-	-
Bonds and Debentures .....	140,985	140,363	140,985	140,363	-	-	-	-
Common & Preference Stocks .....	581	-	581	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities, Total.	337,929	17,000	300,553	17,000	-	-	37,376	-
Bonds and Debentures .....	337,929	17,000	300,553	17,000	-	-	37,376	-
Common & Preference Stocks .....	-	-	-	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities(1 Yr. or Less)	218,732	70,187	218,732	63,585	-	-	-	6,622
Unspecified Bonds & Debentures ...	1,450,456	1,456,583	1,450,456	1,456,583	-	-	-	-
GRAND TOTAL .....	41,389,941	15,029,915	40,655,439	13,961,002	3,161	916,569	731,341	152,344

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

Table 4

	United Kingdom		United States		Dominion of Canada			
	3- $\frac{1}{2}$ War Loan Callable on or after December 1, 1952+	3% of Sept. 15, 1955, Callable on or after Sept. 15, 1951	4- $\frac{1}{2}$ of Nov. 1 3% of June 1, 1958, Callable 1955, Callable on or after Nov. 1, 1948	Tax(x) Equiv.	Price	Yield	Price	Yield
	Price	Yield	Price	Yield	Price	Yield	Price	Yield
<b>1940</b>								
Nov. 13 ...	101.67	3.33	112.78	1.70	2.64	108.13	3.33	98.13
Dec. 18 ...	102.59	3.24	113.50	1.63	2.57	109.00	3.20	98.83
<b>1941</b>								
Jan. 15 ...	103.01	3.19	112.28	1.73	2.67	109.25	3.15	98.88
Feb. 19 ...	102.67	3.23	110.34	1.92	2.86	108.63	3.23	98.50
March 19 ..	103.15	3.18	111.94	1.75	2.69	109.25	3.13	99.00
April 16 ..	102.58	3.23	111.63	1.77	2.71	108.88	3.17	98.75
May 14 ....	103.96	3.09	112.13	1.71	2.65	108.50	3.21	98.75
June 18 ...	103.84	3.10	112.59	1.66	2.60	108.25	3.23	98.50
July 16 ...	104.63	3.02	113.06	1.60	2.54	108.38	3.20	98.63
Aug. 13 ...	104.99	2.98	111.94	1.71	2.65	109.00	3.10	98.63
Sept. 17 ..	105.15	2.96	111.78	1.71	2.65	108.75	3.12	98.88
Oct. 15 ...	104.64	3.01	112.22	1.66	2.60	108.75	3.11	99.13
Nov. 12 ...	104.73	2.99	113.13	1.56	2.50	109.00	3.05	99.38
Dec. 17 ...	104.41	3.02	110.91	1.78	2.72	108.88	3.06	99.38
<b>1942</b>								
Jan. 14 ...	104.89	2.97	110.56	1.80	2.74	109.00	3.02	99.63
Feb. 18 ...	103.99	3.06	108.97	1.97	2.91	108.75	3.05	99.38
March 18 ..	104.72	2.96	110.59	1.78	2.72	108.75	3.03	99.25
April 16 ..	105.08	2.94	110.69	1.76	2.70	109.00	2.98	99.38
May 13 ....	104.87	2.96	110.47	1.78	2.72	108.75	3.00	99.50
June 17 ...	104.91	2.95	110.78	1.73	2.67	108.63	3.00	99.75
July 15 ...	105.52	2.88	110.53	1.75	2.69	108.25	3.05	99.75
Aug. 12 ...	105.19	2.91	110.44	1.75	2.69	108.38	3.01	99.75
Sept. 16 ..	105.04	2.93	110.28	1.76	2.70	108.13	3.03	99.50
Oct. 14 ...	105.03	2.92	110.22	1.76	2.70	108.00	3.04	99.50
Nov. 18 ...	104.37	2.99	110.25	1.74	2.68	108.00	3.02	99.50
Dec. 16 ...	104.24	3.00	110.00	1.76	2.70	108.38	2.94	99.63
<b>1943</b>								
Jan. 13 ...	105.03	2.91	110.16	1.73	2.67	108.63	2.87	99.63
Feb. 17 ...	104.56	2.96	110.19	1.72	2.66	109.00	2.78	100.00

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 rates. This rate was 16- $\frac{1}{2}$ % to December 31, 1939; 18% to June, 1940; and 20.9% in July, August and September; and 24% in October and thereafter.



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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				
	Investors' Price Index (95) (68 Industrials 19 Utilities 8 Banks)	Mining Stocks Gold Stocks (22)	Composite Mining Index (25)		
<u>1940</u>					
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 .....	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	37.5	49.3	63.3	
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	
September .....	62.6	38.4	49.7	69.4	
October .....	65.0	33.3	46.2	74.2	
November .....	67.6	40.7	51.6	75.2	
December .....	71.3	44.7	54.7	75.9	
<u>1943</u>					
January .....	76.3	50.1	60.0	79.7	
February .....	78.7	52.0	61.5	84.8	