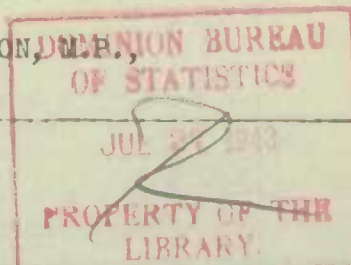


DEPARTMENT OF TRADE AND COMMERCE  
DOMINION BUREAU OF STATISTICS - CANADA  
INTERNAL TRADE BRANCH

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No. 5

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIESMAY, 1943

Net sales of securities by Canada to other countries reported in May were \$10.1 million compared with \$21.2 million in April and \$13.4 million in March. The figures for May exclude some transactions taking place in May which were included in the April figures. As in preceeding months sales of Canadian bonds represented the principal part of the import of capital.

Net sales of bonds to the United States were concentrated in provincials amounting to \$3.9 million, Dominion guarantees of \$1.6 million, and Dominions of \$0.6 million. Municipals and other corporation issues were also sold on balance to the United States. Net sales of Canadian stocks were \$0.5 million and net sales of United States stocks amounted to \$2.6 million.

Repurchases of Canadian securities from the United Kingdom of \$0.6 million were fairly evenly distributed between bonds and stocks.

The trade with other countries was small and practically in equilibrium.

In the five months ending in May 1943 net sales of securities to all countries were \$71.1 million compared with \$51.2 million in the same period of 1942. Net sales of Canadian securities accounted for \$56.0 million of the total in this period of 1943, net sales of Canadian bonds being \$54.9 million, and net sales of stocks \$1.1 million. The net sales of holdings of United States securities were about \$13 million in the same period.

The Investors' Price Index of stocks in Canada and the index of United States stocks shown in Table 5 continued to rise, although the index numbers of mining stocks declined. The prices of the Dominion bonds shown in Table 5 remained unchanged. 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.

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

SALES AND PURCHASES OF SECURITIES BETWEEN CANADA AND OTHER COUNTRIES  
(In million 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>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
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 .....	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 .....	28.9	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 .....	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> TOTAL .....	113.2	42.1	+ 71.1	111.7	38.5	+ 73.2	(1)	2.6	- 2.6	1.5	0.9	+ 0.6
January ...	19.2	7.9	+ 11.3	18.9	7.4	+ 11.5	(1)	0.5	- 0.5	0.3	(1)	+ 0.3
February ..	22.2	7.2	+ 15.0	21.7	6.6	+ 15.1	(1)	0.5	- 0.5	0.4	0.1	+ 0.3
March .....	25.5	12.1	+ 13.4	25.1	11.1	+ 14.0	(1)	0.7	- 0.7	0.4	0.3	+ 0.1
April .....	28.7	7.5	+ 21.2	28.6	6.9	+ 21.7	(1)	0.4	- 0.4	0.2	0.3	- 0.1
May (x) ...	17.6	7.5	+ 10.1	17.3	6.6	+ 10.7	(1)	0.6	- 0.6	0.2	0.2	-

(1) Less than 0.05

(x) Subject to revision.



Analysis of Trade in Securities Between Canada and Other Countries

Table 2

May, 1943.

	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 .....	10,372,808	3,076,967	10,186,121	2,637,206	1,269	313,611	185,418	126,150
Canadian New Issues .....	-	-	-	-	-	-	-	-
Canadian Outstanding Issues								
Dominion .....	1,371,936	698,464	1,193,426	611,628	-	-	178,510	86,836
Provincial .....	3,986,035	176,155	3,986,035	62,753	-	87,814	-	25,588
Municipal .....	462,444	192,458	462,444	16,538	-	175,920	-	-
Guaranteed by the Dominion .....	1,854,801	253,991	1,854,801	253,452	-	-	-	539
Railway, Other .....	55,035	191,677	53,766	190,052	1,269	-	-	1,625
Other Corporations .....	757,100	207,848	750,192	147,524	-	49,877	6,908	10,447
United States New Issues								
Government .....	-	163,363	-	163,363	-	-	-	-
Other .....	-	4,500	-	4,500	-	-	-	-
United States Outstanding Issues								
Government .....	728,593	222,878	728,593	222,878	-	-	-	-
Other .....	461,972	307,321	461,972	306,338	-	-	-	983
United Kingdom New Issues								
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues								
Government .....	-	-	-	-	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
Other Countries New Issues .....	-	-	-	-	-	-	-	-
Other Countries Outstanding Issues..	196,650	5,782	196,650	5,650	-	-	-	132
Unspecified Bonds & Debentures .....	498,242	652,530	498,242	652,530	-	-	-	-
<u>Common &amp; Preference Stocks</u>								
Canadian .....	1,838,967	1,682,449	1,810,202	1,291,366	6,365	332,305	22,400	58,778
United States .....	5,260,266	2,709,453	5,258,603	2,707,042	-	-	1,663	2,411
United Kingdom .....	26,850	-	26,850	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
Short-Term Securities (1 Yr. or Less)	59,206	-	59,206	-	-	-	-	-
<u>Other Securities</u>								
Canadian .....	978	-	978	-	-	-	-	-
United States .....	-	-	-	-	-	-	-	-
United Kingdom .....	-	-	-	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
GRAND TOTAL .....	17,559,075	7,468,869	17,341,960	6,635,614	7,634	645,916	209,481	187,339

Analysis of Trade in Securities Between Canada and Other Countries  
For the Five Months Ending May, 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 .....	30,147,456	23,530,216	78,865,281	21,098,158	1,269	1,713,042	1,280,906	719,016
Canadian New Issues .....	415,617	-	412,028	-	-	-	3,589	-
Canadian Outstanding Issues								
Dominion .....	12,277,603	4,379,563	11,305,608	4,197,794	-	7,605	971,995	174,164
Provincial .....	19,209,374	1,512,329	19,177,050	1,085,227	-	421,464	32,324	25,638
Municipal .....	4,732,029	1,862,524	4,732,029	1,022,789	-	839,735	-	-
Guaranteed by the Dominion ...	23,804,892	3,105,210	23,778,706	3,012,642	-	2,458	26,186	90,110
Railway, Other .....	1,554,902	1,474,851	1,545,758	1,463,902	1,269	4,000	7,875	6,949
Other Corporations .....	7,472,080	2,199,303	7,290,349	1,349,504	-	437,780	181,731	412,019
United States New Issues								
Government .....	-	291,324	-	291,324	-	-	-	-
Other .....	-	294,097	-	294,097	-	-	-	-
United States Outstanding Issues								
Government .....	2,530,466	2,838,739	2,529,509	2,838,739	-	-	957	-
Other .....	2,461,935	1,738,671	2,460,907	1,729,672	-	-	1,028	8,999
United Kingdom New Issues								
Government .....	-	14,806	-	14,806	-	-	-	-
Other .....	-	-	-	-	-	-	-	-
United Kingdom Outstanding Issues								
Government .....	-	-	-	-	-	-	-	-
Other .....	225,400	140,363	225,400	140,363	-	-	-	-
Other Countries New Issues .....	-	6,911	-	6,911	-	-	-	-
Other Countries Outstanding Issues	1,090,534	52,326	1,035,313	51,189	-	-	55,221	1,137
Unspecified Bonds & Debentures ..	4,372,624	3,619,199	4,372,624	3,619,199	-	-	-	-
<u>Common &amp; Preference Stocks</u>								
Canadian .....	9,361,788	8,306,687	9,129,424	7,195,127	20,673	923,654	211,691	187,906
United States .....	23,232,265	10,094,492	23,228,159	10,086,368	-	-	4,106	8,124
United Kingdom .....	27,480	-	27,480	-	-	-	-	-
Other Countries .....	1,700	-	1,700	-	-	-	-	-
Short-Term Securities(1Yr.or Less)	346,246	154,058	346,246	147,436	-	-	-	6,622
<u>Other Securities</u>								
Canadian .....	37,045	23,463	37,045	16,763	-	6,700	-	-
United States .....	13,156	1,193	13,156	1,193	-	-	-	-
United Kingdom .....	3,000	-	3,000	-	-	-	-	-
Other Countries .....	-	-	-	-	-	-	-	-
GRAND TOTAL .....	113,170,136	42,110,109	111,651,491	38,545,045	21,942	2,643,396	1,496,703	921,668

Sales and Purchases of Securities Between Canada and Other Countries  
By Nationality and Class of Security. (Summary Table)  
May, 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 .....	10,327,296	3,403,042	10,111,844	2,573,313	7,634	645,916	207,818	183,813
Bonds and Debentures .....	8,487,351	1,720,593	8,300,664	1,281,947	1,269	313,611	185,418	125,035
Common & Preference Stocks .....	1,838,967	1,682,449	1,810,202	1,291,366	6,365	332,305	22,400	58,778
Other Securities .....	978	-	978	-	-	-	-	-
United States Securities, Total ...	6,450,831	3,407,515	6,449,168	3,404,121	-	-	1,663	3,394
Bonds and Debentures .....	1,190,565	698,062	1,190,565	697,079	-	-	-	983
Common & Preference Stocks .....	5,260,266	2,709,453	5,258,603	2,707,042	-	-	1,663	2,411
Other Securities .....	-	-	-	-	-	-	-	-
United Kingdom Securities, Total ..	26,850	-	26,850	-	-	-	-	-
Bonds and Debentures .....	-	-	-	-	-	-	-	-
Common & Preference Stocks .....	26,850	-	26,850	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Other Countries Securities, Total..	196,650	5,782	196,650	5,650	-	-	-	132
Bonds and Debentures .....	196,650	5,782	196,650	5,650	-	-	-	132
Common & Preference Stocks .....	-	-	-	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities (1Yr.or Less)	59,206	-	59,206	-	-	-	-	-
Unspecified Bonds & Debentures ....	498,242	652,530	498,242	652,530	-	-	-	-
GRAND TOTAL .....	17,559,075	7,468,869	17,341,960	6,635,614	7,634	645,916	209,481	187,339



Sales and Purchases of Securities Between Canada and Other Countries  
By Nationality and Class of Security.  
For the Five Months Ending May, 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 .....	78,865,330	22,863,930	77,407,997	19,323,748	21,942	2,643,396	1,435,391	896,786
Bonds and Debentures .....	69,466,497	14,533,780	68,241,528	12,111,858	1,269	1,713,042	1,223,700	708,880
Common & Preference Stocks .....	9,361,788	8,306,687	9,129,424	7,195,127	20,673	923,654	211,691	187,906
Other Securities .....	37,045	23,463	37,045	16,763	-	6,700	-	-
United States Securities, Total ....	28,237,822	15,258,516	28,231,731	15,241,393	-	-	6,091	17,123
Bonds and Debentures .....	4,992,401	5,162,831	4,990,416	5,153,832	-	-	1,985	8,999
Common & Preference Stocks .....	23,232,265	10,094,492	23,228,159	10,086,368	-	-	4,106	8,124
Other Securities .....	13,156	1,193	13,156	1,193	-	-	-	-
United Kingdom Securities, Total ...	255,880	155,169	255,880	155,169	-	-	-	-
Bonds and Debentures .....	225,400	155,169	225,400	155,169	-	-	-	-
Common & Preference Stocks .....	27,480	-	27,480	-	-	-	-	-
Other Securities .....	3,000	-	3,000	-	-	-	-	-
Other Countries Securities, Total ..	1,092,234	59,237	1,037,013	58,100	-	-	55,221	1,137
Bonds and Debentures .....	1,090,534	59,237	1,035,313	58,100	-	-	55,221	1,137
Common & Preference Stocks .....	1,700	-	1,700	-	-	-	-	-
Other Securities .....	-	-	-	-	-	-	-	-
Short-Term Securities(1Yr. or Less)	346,246	154,058	346,246	147,436	-	-	-	6,622
Unspecified Bonds & Debentures .....	4,372,624	3,619,199	4,372,624	3,619,199	-	-	-	-
GRAND TOTAL .....	113,170,136	42,110,109	111,651,491	38,545,045	21,942	2,643,396	1,496,703	921,668

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		3% of Sept. 15,			4- $\frac{1}{2}$ of Nov. 1		3% of June 1,	
	Callable on		1955, Callable			1958, Callable		1955, Callable	
	or after		on or after			on or after		on or after	
	December 1, 1952+		Sept. 15, 1951			Nov. 1, 1948		June 1, 1950	
	Price	Yield	Price	Yield	Tax(x) Equiv.	Price	Yield	Price	Yield
<u>1941</u>									
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	113.13	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	2.96	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
Aug. 12 ..	105.19	2.91	110.44	1.75	2.69	108.38	3.01	99.75	3.02
Sept. 16 ..	105.04	2.93	110.28	1.76	2.70	108.13	3.03	99.50	3.05
Oct. 14 ..	105.03	2.92	110.22	1.76	2.70	108.00	3.04	99.50	3.05
Nov. 18 ..	104.37	2.99	110.25	1.74	2.68	108.00	3.02	99.50	3.05
Dec. 16 ..	104.24	3.00	110.00	1.76	2.70	108.38	2.94	99.63	3.04
<u>1943</u>									
Jan. 13 ..	105.03	2.91	110.16	1.73	2.67	108.63	2.87	99.63	3.04
Feb. 17 ..	104.56	2.96	110.19	1.72	2.66	109.00	2.78	100.00	3.00
March 17..	104.48	2.97	110.06	1.72	2.66	109.00	2.76	100.13	2.98
April 14..	104.35	2.98	110.38	1.67	2.61	108.88	2.76	100.00	3.00
May 12 ...	103.63	3.06	111.06	1.58	2.52	108.88	2.74	100.00	3.00

+ 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>1941</u>				
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
March .....	79.1	55.6	65.0	88.2
April .....	82.6	59.0	68.6	91.3
May .....	83.7	56.6	66.9	95.2