

The next operation was the calling for redemption on Oct. 1, 1940, of Dominion of Canada 4 p.c. 1940-60 Registered Stock. This issue was outstanding in the amount of £19,300,000 against which there was held a sinking fund of £2,463,000, leaving a net amount to be redeemed of £16,037,000, or \$74,900,000 at the prevailing rate of exchange.

In addition to the operations with respect to the direct funded debt of Canada, the Government made arrangements to purchase from the Government of the United Kingdom the amount of Grand Trunk Railway Company of Canada 4 p.c. Perpetual Consolidated Debenture Stock (guaranteed as to the payment of interest by the Dominion of Canada) that the British Government had vested from the owners in the United Kingdom. This stock was outstanding in the amount of £24,624,455. At the current rate of exchange this operation provided the British Government with approximately \$109,579,000.

The next operation of this kind was the purchase from the Government of the United Kingdom of three Dominion of Canada Registered Stocks that had been vested by order of the Treasury of the United Kingdom in October, 1941. These issues were 3½ p.c. Registered Stock due May 1, 1955, outstanding in the amount of £10,000,000, of which £297,470 was held in various sinking funds; 4 p.c. Registered Stock due Sept. 1, 1958, outstanding in the amount of £15,000,000, of which £871,236 was held in various sinking funds and 3½ p.c. Registered Stock due July 1, 1963, outstanding in the amount of £10,000,000, of which £3,058,163 was held in various sinking funds. Completion of this operation will have provided approximately an additional \$137,000,000 in Canadian funds to the United Kingdom.

In the past seven years a market for short-term treasury bills that has proven highly satisfactory has been built up in Canada. Each issue, with two exceptions (where the bills were sold direct to the Bank of Canada), has been offered for public tender. A complete list of treasury bills sold by public tender for the period Mar. 1, 1934, to Feb. 15, 1937, appears at p. 838 of the 1937 Year Book. Sales during the fiscal year 1937-38 are given in a table at p. 857 of the 1940 Year Book and for the fiscal years 1938-39, 1939-40 and 1940-41 at p. 774 of the 1941 Year Book. The sales from Apr. 2, 1941, to Apr. 1, 1942, are as follows:—

TREASURY BILLS SOLD IN CANADA, APR. 2, 1941, TO APR. 1, 1942

Date of Issue	Date of Maturity	Amount	Average Cost	Date of Issue	Date of Maturity	Amount	Average Cost
		\$	p.c.			\$	p.c.
Apr. 2, 1941	July 4, 1941	35,000,000	0.600	Oct. 17, 1941	Jan. 16, 1942	45,000,000	0.542
Apr. 18, 1941	July 16, 1941	40,000,000	0.586	Oct. 31, 1941	Jan. 30, 1942	45,000,000	0.546
May 2, 1941	July 30, 1941	35,000,000	0.582	Nov. 14, 1941	Feb. 13, 1942	45,000,000	0.541
May 16, 1941	Aug. 15, 1941	40,000,000	0.579	Nov. 28, 1941	Feb. 27, 1942	45,000,000	0.540
May 30, 1941	Aug. 29, 1941	40,000,000	0.584	Dec. 12, 1941	Mar. 13, 1942	45,000,000	0.545
June 13, 1941	Sept. 12, 1941	40,000,000	0.588	Dec. 31, 1941	Apr. 1, 1942	45,000,000	0.548
July 4, 1941	Oct. 3, 1941	35,000,000	0.586	Jan. 16, 1942	Apr. 17, 1942	45,000,000	0.548
July 16, 1941	Oct. 17, 1941	40,000,000	0.580	Jan. 30, 1942	Apr. 29, 1942	45,000,000	0.547
July 30, 1941	Oct. 31, 1941	35,000,000	0.570	Feb. 13, 1942	May 15, 1942	45,000,000	0.545
Aug. 15, 1941	Nov. 14, 1941	40,000,000	0.564	Feb. 27, 1942	May 29, 1942	45,000,000	0.547
Aug. 29, 1941	Nov. 28, 1941	40,000,000	0.551	Mar. 13, 1942	June 12, 1942	45,000,000	0.552
Sept. 12, 1941	Dec. 12, 1941	40,000,000	0.545	Apr. 1, 1942	July 3, 1942	45,000,000	0.550
Oct. 3, 1941	Dec. 31, 1941	35,000,000	0.540				