

most of the total value of Canadian assets abroad, whereas, since the end of the recent War they have amounted to only a minor part of the total chiefly because of the sharp rise in officially owned assets. Total privately owned portfolio investments abroad have declined in value since 1939 because of the liquidations of Canadian holdings of United States securities. Portfolio holdings of foreign securities owned in Canada have been reduced from \$719,000,000 at the end of 1939 to \$579,000,000 at the end of 1947. This decline is less than the total sales of these securities by private investors during the period, as there was a considerable increase in the book value of holdings of United States stocks. Appreciable gains have occurred in the value of Canadian direct investments in businesses outside Canada which had a value of \$822,000,000 at the end of 1947 compared with \$671,000,000 at the end of 1939.

7.—Canadian Assets Abroad, 1930, 1939 and 1945-47

NOTE.—Excluding investments of insurance companies.

| Assets | 1930 | 1939 | 1945 | 1946 | 1947 |
|--|--------------|--------------------------|--------------|--------------|--------------|
| | \$'000,000 | \$'000,000 | \$'000,000 | \$'000,000 | \$'000,000 |
| Direct investments in businesses outside Canada... | 443 | 671 | 720 | 772 | 822 |
| Portfolio holdings of foreign securities | 842 | 719 | 621 | 551 | 579 |
| Government credits | 31 | 31 | 707 | 1,362 | 1,816 |
| Net external assets of Canadian banks | 180 | | | | |
| Official liquid reserves ¹ | | 455 ^r | 1,667 | 1,251 | 511 |
| Totals, Canadian Assets Abroad..... | 1,496 | 1,876^r | 3,715 | 3,936 | 3,728 |

¹ Includes holdings of gold which, at the end of 1946, had a Canadian dollar value of \$536,000,000 and in 1947, \$287,000,000.

8.—Estimated Canadian Investments Abroad, as at Dec. 31, 1947

NOTE.—Excluding investments of insurance companies, banks, government credits and liquid reserves. Holdings of stocks are at book values as shown in the books of issuing companies; holdings of bonds are shown at par values. Foreign currencies were converted into Canadian dollars at current market rates.

| Location of Investment | Direct Investments | Portfolio Investments | | | Total Investments |
|------------------------------------|--------------------|-----------------------|------------|------------|-------------------|
| | | Stocks | Bonds | Total | |
| | \$'000,000 | \$'000,000 | \$'000,000 | \$'000,000 | \$'000,000 |
| United States..... | 531 | 283 | 83 | 366 | 897 |
| United Kingdom | 64 | 26 | 26 | 52 | 116 |
| Other Commonwealth countries | 85 | 7 | 11 | 18 | 103 |
| Other foreign countries..... | 142 | 110 | 33 | 143 | 285 |
| Totals..... | 822 | 426 | 153 | 579 | 1,401 |

The privately owned Canadian investments abroad are chiefly in the United States, the total value of investments in that country at the end of 1947 being \$897,000,000. At the same time investments in other foreign countries, chiefly in Latin America, were \$285,000,000, while investments in the United Kingdom were \$116,000,000, and in other Commonwealth countries \$103,000,000. These figures of investments exclude the investments abroad of Canadian insurance companies and banks, as well as the official assets referred to above, and certain small amounts of miscellaneous investments that are difficult to evaluate.