

1.—Assets and Liabilities of the Bank of Canada, Mar. 13, 1935, and Dec. 31, 1949-51

SOURCE: Annual Statements of the Bank of Canada.

Assets and Liabilities	Mar. 13, 1935	Dec. 31, 1949	Dec. 31, 1950	Dec. 31, 1951
	\$	\$	\$	\$
Assets				
Reserves (at market values)—				
Gold coin and bullion.....	106,584,356	1	—	—
Silver bullion.....	986,363	—	—	—
Sterling and U.S.A. dollars.....	394,875	74,135,541	111,415,812	117,833,770
Other currencies.....	—	45,380	265,130	90,262
Totals, Reserves.....	107,965,594	74,180,921¹	111,680,942	117,924,032
Subsidiary coin.....	297,335	131,325	408,039	374,485
Investments (at not exceeding market values)—				
Government of Canada and Provincial				
Government short-term securities.....	34,846,294	1,781,412,576	1,229,344,790	1,141,766,318
Other Government of Canada and Provincial				
Government securities.....	116,013,637	227,818,490	712,453,368	1,049,343,336
Other securities.....	—	5,500,000	247,888,585	89,033,502
Totals, Investments.....	149,859,931	2,014,731,066	2,189,686,683	2,280,143,156
Industrial Development Bank capital stock...	...	25,000,000	25,000,000	25,000,000
Bank premises.....	—	3,649,273	5,081,069	5,069,987
All other assets.....	1,191,897	8,189,042	18,474,022	15,585,338
Totals, Assets.....	259,314,757	2,125,881,627	2,350,330,755	2,444,096,998
Liabilities				
Capital paid up.....	4,991,640	5,000,000	5,000,000	5,000,000
Rest fund.....	—	10,050,367	10,050,367	10,050,367
Notes in circulation.....	97,805,665	1,307,424,146	1,367,421,840	1,464,160,786
Deposits—				
Government of Canada.....	4,212,200	51,098,502	44,378,022	118,901,466
Chartered banks.....	151,927,628	541,714,005	578,588,783	618,996,408
Other.....	277,922	126,933,228	207,062,610	66,089,987
Totals, Deposits.....	156,417,750	719,745,735	830,019,475	803,987,861
Liabilities payable in sterling, United States				
and foreign gold currencies.....	—	79,635,541	133,560,519	155,573,289
Dividends declared.....	—	112,500	112,500	112,500
Other liabilities.....	99,702	3,913,338	4,166,054	5,212,195
Totals, Liabilities.....	259,314,757	2,125,881,627	2,350,330,755	2,444,096,998

¹ The Exchange Fund Order, 1940, authorized the transfer of the Bank's gold holdings to the Foreign Exchange Control Board and temporarily suspended the requirement for a minimum gold reserve.

The Industrial Development Bank.—The Industrial Development Bank, a subsidiary of the Bank of Canada, was incorporated by Act of Parliament during 1944 and its banking operations commenced on Nov. 1, 1944. Its functions are described in the preamble to the Act as follows:—

“To promote the economic welfare of Canada by increasing the effectiveness of monetary action through ensuring the availability of credit to industrial enterprises which may reasonably be expected to prove successful if a high level of national income and employment is maintained, by supplementing the activities of other lenders and by providing capital assistance to industry with particular consideration to the financing problems of small enterprises.”

The President of the Industrial Development Bank is the Governor of the Bank of Canada and the Directors are the Directors and Assistant Deputy Governor of the Bank of Canada. The \$25,000,000 capital stock of the Bank (completely paid up) was subscribed by the Bank of Canada. The Industrial Development Bank may also raise funds by the issue of bonds and debentures provided that its