

While the total of Canadian bond sales declined in 1951, the amount sold in the United States continued to increase. Development of the United States market has shown a marked upward trend since 1947 when the Canadian bond market was absorbing virtually all of the new bond financing. For example, the total of Canadian issues sold in the United States was \$88,311,000 in 1947, \$150,000,000 in 1948, \$140,000,000 in 1949, \$172,700,000 in 1950 and \$384,023,000 in 1951. Of the 1951 total, \$253,015,000 was for provincial issues, \$73,508,000 was for municipals and \$57,500,000 represented corporation borrowing.

Most of the Government of Canada financing during 1951, as in previous years, was not in the nature of direct offerings to the general public. For this reason, the totals for treasury bills, deposit certificates and other financing for a term of less than one year, have been excluded from the totals of bond sales. One notable exception to this trend in federal financing was Canada Savings Loan Series 6 bonds. In respect to the payroll division of this flotation, it is noteworthy that the number of individual subscriptions was well represented.

In 1951, provincial and guaranteed flotations totalled \$369,532,000, a decrease of \$4,292,500 from the \$373,824,500 total for the previous year. With the exception of the Province of Alberta, all provinces entered the market in 1951, as follows:—

<u>Month</u>	<u>Province</u>	<u>Amount</u>	<u>Month</u>	<u>Province</u>	<u>Amount</u>
January.....	Saskatchewan.....	\$ 3,000,000	September.....	Ontario.....	\$ 50,000,000
January.....	Saskatchewan.....	3,000,000	September.....	New Brunswick.....	3,427,000
February.....	New Brunswick.....	13,360,000	October.....	Manitoba.....	9,600,000
February.....	Saskatchewan.....	1,875,000	October.....	Nova Scotia.....	15,000,000
March.....	Quebec.....	50,000,000	October.....	Manitoba.....	7,500,000
May.....	Saskatchewan.....	4,150,000	December.....	Ontario.....	50,000,000
May.....	Ontario.....	50,000,000	December.....	New Brunswick.....	10,000,000
June.....	New Brunswick.....	5,000,000	December.....	Saskatchewan.....	5,000,000
June.....	Manitoba.....	10,400,000	December.....	Prince Edward Island.....	2,500,000
July.....	Nova Scotia.....	7,000,000			
August.....	British Columbia.....	35,000,000	TOTALS.....		<u>\$335,812,000</u>

The remainder of the \$369,532,000 in provincial and guaranteed financing for 1951 was for municipal issues that were provincially guaranteed and for provincial hydro developments. Of the former classification, a total of \$645,000 was borrowed by five municipalities in Newfoundland during the month of November, all these issues being guaranteed by the Province of Newfoundland. The municipalities concerned were the towns of Fortune (\$115,000), Grand Banks (\$200,000), Harbour Grace (\$50,000), and Lewisporte (\$120,000), and the rural district of Springdale Southbrook (\$160,000).

An over-all reduction in bond sales in 1951 was caused principally by decreased borrowings by the Government of Canada which had large refunding operations in the previous year. For example, municipal financing totalled \$196,438,916 for 1951, exclusive of a total of \$37,967,921 for parochial and miscellaneous purposes (chiefly for schools and hospitals). These totals compared with \$150,369,281 and \$30,466,369, respectively, for 1950. The largest single amount borrowed by any one municipality during 1951 was represented by a flotation of the City of Toronto, through three serial issues in May, totalling \$20,000,000 and sold in the United States. There were also substantial borrowings in the New York market by other principal Canadian cities, including Ottawa, Hamilton, Edmonton, Quebec and Vancouver.