

27.—Federal Government New Security Issues during the Year Ended Mar. 31, 1955

(Payable in Canada)

Security Issues	Issue Date	Maturity Date	Interest Rate	Price to Government	Yield at Price to Government	Total Amount Issued	Renewals or Reconversions Included in Amount Issued	Amount Issued for Cash
			p. c.	\$	p. c.	\$	\$	\$
Issued to Bank of Canada—								
Six month treasury notes.....	May 1, 1954	Nov. 1, 1954	1½	100-00	1-75	200,000,000	200,000,000	—
Six month treasury notes.....	Sept. 1, 1954	Mar. 1, 1954	1½	100-00	1-50	550,000,000	550,000,000	—
Six month treasury notes.....	Nov. 1, 1954	May 2, 1955	1½	100-00	1-375	200,000,000	200,000,000	—
Two month treasury notes.....	Mar. 1, 1955	May 2, 1955	1½	100-00	1-125	500,000,000	500,000,000	—
Three month, twenty-three day treasury notes...	July 23, 1954	Nov. 15, 1954	1½	99-97	1-59	50,000,000	—	50,000,000
Totals.....						1,500,000,000	1,450,000,000	50,000,000
Issued to Chartered Banks—								
Three month, twenty-three day treasury bills....	July 23, 1954	Nov. 15, 1954	1½	99-97	1-59	150,000,000	—	150,000,000
Issued to General Public—								
Two-and-one-half year loan.....	June 1, 1954	Dec. 15, 1956	2½	99-50	2-46	550,000,000	550,000,000	—
Twenty-two year loan.....	June 1, 1954	June 1, 1976	3½	98-25	3-36	300,000,000	300,000,000	—
Twenty-five year loan.....	Oct. 1, 1954	Oct. 1, 1979	3½	99-25	3-29	400,000,000	400,000,000	—
Three year loan....	Oct. 1, 1954	Oct. 1, 1957	2	99-50	2-17	700,000,000	700,000,000	—
Canada Savings Bonds, Series IX, net.....	Nov. 1, 1954	Nov. 1, 1966	3½	99-25	3-33	769,936,800	—	769,936,800
Increase in treasury bills.....	Various	Various	Various	Various	Various	240,000,000	—	240,000,000
Totals.....						2,959,936,800	1,950,000,000	1,009,936,800
Grand Totals.....						4,609,936,800	3,400,000,000	1,209,936,800

Guaranteed Debt.—In addition to the direct debt of the Federal Government already dealt with, there are large indirect obligations arising mainly out of the guarantee of securities by the Federal Government of the railway lines that now form the Canadian National Railways and the subsequent extensions thereof. Since 1932 guarantees of certain bank loans have been made under the various Relief Acts, the National Housing Act, the Farm Improvement Loans Act and the Veterans Business and Professional Loans Act. When the Bank of Canada commenced business on Mar. 11, 1935 the guarantee of the deposit required to be maintained in the Bank of Canada by every chartered bank came into force. This guarantee must be implemented “in the event of the property and assets of the Bank being insufficient to pay its liabilities and/or if the Bank suspends payment of any of its liabilities”.