

In some industries the proportions of production and employment in plants controlled in the United States were much higher than this. Automobiles, for example, are mainly produced in United States-controlled plants, but this is exceptional. Among other industries where well over one-half of the production is in United States-controlled firms are the smelting and refining of non-ferrous metals, petroleum refining, rubber products, and motor-vehicle parts. In several major industries like electrical apparatus and supplies and non-ferrous metal products the distribution of control between Canadian and United States-controlled companies is more evenly divided. In other industries the non-resident share is large although less than one-half the total. These include pulp and paper, other paper products, chemicals, medicinal and pharmaceutical products, sheet-metal products, and certain branches of the machinery industry.

There are, however, many industries where the largest part of production has been in Canadian-controlled plants. Prominent among these are such important branches of industry as primary iron and steel, and some other subdivisions of the iron and steel industry, textiles, clothing, and divisions of the foods and beverages industry, such as bakery products, beverages, and dairy products. But even in some of these industries changes in ownership and control have been occurring in recent years.

#### 10.—Estimate of the Canadian Balance of International Indebtedness, as at Dec. 31, 1939-59

NOTE.—Totals are rounded and may not represent the sum of their components.

(Billions of dollars)

| Item  | 1939       | 1945       | 1949       | 1955 <sup>r</sup> | 1956 <sup>r</sup> | 1957 <sup>r</sup> | 1958        | 1959 <sup>p</sup> |
|---|------------|------------|------------|-------------------|-------------------|-------------------|-------------|-------------------|
| <b>Canadian Liabilities—</b>                                    |            |            |            |                   |                   |                   |             |                   |
| Direct investments.....   | 2.3        | 2.7        | 3.6        | 7.7               | 8.9               | 10.1              | 10.9        | 11.8              |
| Government and municipal bonds.....                             | 1.7        | 1.7        | 1.8        | 1.9               | 2.1               | 2.3               | 2.6         | 3.1               |
| Other portfolio investments.....                                | 2.6        | 2.4        | 2.3        | 3.2               | 3.8               | 4.1               | 4.4         | 4.6               |
| Miscellaneous investments.....                                  | 0.3        | 0.3        | 0.3        | 0.5               | 0.8               | 0.9               | 1.0         | 1.1               |
| <b>Totals, Non-resident Long-Term Investment in Canada.....</b> | <b>6.9</b> | <b>7.1</b> | <b>8.0</b> | <b>13.5</b>       | <b>15.6</b>       | <b>17.5</b>       | <b>19.0</b> | <b>20.7</b>       |
| Equity of non-residents in Canadian assets abroad.....          | 0.2        | 0.2        | 0.3        | 0.7               | 0.8               | 0.8               | 0.9         | 1.0               |
| Canadian dollar holdings of non-residents.....                  | 0.3        | 0.3        | 0.4        | 0.4               | 0.4               | 0.4               | 0.5         | 0.5               |
| Canadian short-term assets of IMF and IBRD.....                 | —          | —          | 0.3        | 0.2               | 0.2               | 0.2               | 0.2         | 0.4               |
| <b>Gross Liabilities<sup>1</sup>.....</b>                       | <b>7.4</b> | <b>7.6</b> | <b>8.9</b> | <b>14.8</b>       | <b>17.0</b>       | <b>18.9</b>       | <b>20.6</b> | <b>22.6</b>       |
| United States <sup>1</sup> .....                                | 4.5        | 5.4        | 6.4        | 11.1              | 12.6              | 14.2              | 15.5        | 16.9              |
| United Kingdom <sup>1</sup> .....                               | 2.6        | 1.8        | 1.8        | 2.5               | 2.8               | 3.1               | 3.2         | 3.4               |
| Other countries, IMF and IBRD <sup>1</sup> .....                | 0.3        | 0.4        | 0.7        | 1.2               | 1.5               | 1.7               | 1.9         | 2.3               |
| Short-term commercial payables <sup>2</sup> .....               | ..         | 0.4        | 0.4        | 0.5               | 0.7               | 1.0               | 1.2         | 1.5               |
| <b>Gross Liabilities.....</b>                                   | <b>..</b>  | <b>8.0</b> | <b>9.3</b> | <b>15.3</b>       | <b>17.7</b>       | <b>19.9</b>       | <b>21.8</b> | <b>24.1</b>       |
| <b>Canadian Assets—</b>   |            |            |            |                   |                   |                   |             |                   |
| Direct investments.....   | 0.7        | 0.7        | 0.9        | 1.7               | 1.9               | 2.1               | 2.2         | 2.3               |
| Portfolio investments.....                                      | 0.7        | 0.6        | 0.6        | 1.0               | 1.0               | 1.1               | 1.1         | 1.1               |
| Government of Canada loans and advances.....                    | —          | 0.7        | 2.0        | 1.6               | 1.6               | 1.5               | 1.5         | 1.5               |
| Government of Canada subscriptions to IMF and IBRD.....         | —          | —          | 0.4        | 0.4               | 0.4               | 0.4               | 0.4         | 0.6               |
| <b>Totals, Canadian Long-Term Investments Abroad.....</b>       | <b>1.4</b> | <b>2.0</b> | <b>4.0</b> | <b>4.7</b>        | <b>4.8</b>        | <b>5.0</b>        | <b>5.1</b>  | <b>5.5</b>        |
| Government of Canada holdings of gold and foreign exchange..... | 0.5        | 1.7        | 1.2        | 1.9               | 1.9               | 1.8               | 1.9         | 1.8               |
| Bank balances and other short-term funds abroad.....            | —          | 0.1        | 0.1        | 0.3               | 0.6               | 0.9               | 1.0         | 1.1               |
| <b>Gross Assets<sup>1</sup>.....</b>                            | <b>1.9</b> | <b>3.8</b> | <b>5.2</b> | <b>7.0</b>        | <b>7.3</b>        | <b>7.7</b>        | <b>7.9</b>  | <b>8.3</b>        |

For footnotes, see end of table, p. 1124.