

began to take on a more orderly appearance with a return to higher prices and lower yields. This period lasted until Dec. 20 when the federal Budget imposed a 15-p.c. withholding tax on all new issues purchased by non-residents. As far as market changes were involved, it was felt that two important trends would develop because of the new tax measure: (1) the Canadian market would be called upon to supply a greater percentage of new financing, and (2) there would be an upward pressure on interest rates unless measures were taken to expand money supply.

During the early part of 1961 (based on calculations made up to May 15, 1961), prevailing trends did not conform entirely to these expectations. On the one hand, they did indicate a greatly reduced total of Canadian bond sales in the United States. On the other hand, they gave little indication of an upward pressure on interest rates because of increased financing at home. In general, new federal and provincial sales were somewhat higher while municipal and corporation sales were down.

### 7.—Sales of Canadian Bonds, by Class of Bond and Country of Sale, 1951-60

(SOURCE: *The Monetary Times*)

NOTE.—Figures from 1904 are given in the corresponding table of previous Year Books beginning with the 1933 edition.

Year	CLASS OF BOND					
	Federal <sup>1</sup>	Provincial	Municipal	Parochial and Miscellaneous	Corporation	Total
	\$	\$	\$	\$	\$	\$
1951.....	594,642,400	369,532,000	196,438,916	37,967,921	451,630,000	1,650,211,237
1952.....	830,761,100	426,973,000	147,690,940	49,264,100	573,639,000	2,028,228,140
1953.....	1,950,548,900	436,616,900	186,784,460	35,242,605	336,295,800	2,945,488,665
1954.....	3,200,540,900	400,916,000	209,640,778	51,352,886	606,532,800	4,468,983,364
1955.....	1,348,500,000	434,165,000	226,991,573	66,063,850	585,795,900	2,661,516,323
1956.....	1,357,000,000	557,888,000	265,936,167	52,661,700	860,184,400	3,093,670,267
1957.....	2,468,792,850	645,959,500	305,726,988	49,966,700	1,024,604,100	4,495,050,138
1958.....	2,624,534,050	791,271,000	401,426,925	62,081,000	729,255,000	4,608,567,975
1959.....	2,896,050,600	653,001,875	351,009,264	73,804,100	369,025,000	4,342,890,839
1960.....	2,627,977,950	616,025,000	386,894,288	85,320,000	498,886,000	4,215,103,238

  

Year	COUNTRY OF SALE		
	Canada <sup>1</sup>	United States	Total
	\$	\$	\$
1951.....	1,266,188,237	384,023,000	1,650,211,237
1952.....	1,743,578,115	284,650,025	2,028,228,140
1953.....	2,638,889,450	306,599,215	2,945,488,665
1954.....	4,295,385,364	173,598,000	4,468,983,364
1955.....	2,506,953,323	154,563,000	2,661,516,323
1956.....	2,623,137,285	470,532,982	3,093,670,267
1957.....	3,888,174,038	606,876,100	4,495,050,138
1958.....	4,121,617,354	486,950,621	4,608,567,975
1959.....	3,749,149,758	472,856,431	4,222,006,189
1960 <sup>2</sup> .....	3,918,334,238	283,169,000	4,201,503,238

<sup>1</sup> Excludes treasury bills, deposit certificates and other financing for a term of less than one year and the Canada Conversion Loan of 1958.

<sup>2</sup> Total of all financing in Canada and the United States is shown at \$13,600,000 less than the grand total of all financing during the year since this amount was raised elsewhere than in either Canada or the United States.