

For some years now there has been a tendency for an increasing proportion of large deficits on current account to be financed by capital movements in short-term forms, amounting in 1961 to nearly 40 p.c. During the first half of 1962 movements of capital in both long-term and short-term forms were on balance outwards, apart from changes in Canada's official holdings of gold and foreign exchange and from official international financial aid extended to Canada. Comments and statistics on the effects of the unprecedented capital inflows of recent years upon the ownership of investments in Canada will be found in Section 4 on Canada's International Investment Position.

14.—Current Account Transactions between Canada and All Countries, 1942-61

(Millions of dollars)

Year	Current Receipts ¹	Current Payments ²	Net Balance including Mutual Aid Exports	Wartime Grants and Mutual Aid	Net Balance on Current Account indicating Net Movement of Capital
1942	3,376	2,275	+1,101	-1,002	+99
1943	4,064	2,858	+1,206	-518	+688
1944	4,557	3,539	+1,018	-960	+58
1945	4,456	2,910	+1,546	-858	+688
1946	3,365	2,905	+460	-97	+363
1947	3,748	3,699	+49	—	+49
1948	4,147	3,696	+451	—	+451
1949	4,089	3,912	+177	—	+177
1950	4,297	4,574	-277	-57	-334
1951	5,311	5,683	-372	-145	-517
1952	5,858	5,494	+364	-200	+164
1953	5,737	5,934	-197	-246	-443
1954	5,520	5,668	-148	-284	-432
1955	6,072	6,548	-476	-222	-698
1956	6,621	7,830	-1,209	-157	-1,366
1957	6,622	7,970	-1,348	-107	-1,455
1958	6,579	7,568	-989	-142	-1,131
1959	6,855	8,296	-1,441	-63	-1,504
1960	7,153	8,353	-1,200	-43	-1,243
1961P	7,760	8,707	-947	-35	-982

¹ Includes Mutual Aid exports.

² Excludes Mutual Aid offsets.

15.—Geographical Distribution of the Balance on Current Account between Canada and Other Countries, 1942-61

Note.—In the years 1942-46 balances include exports of currently produced goods provided as Mutual Aid or Official Contributions. (See also Table 1.)

(Millions of dollars)

Year	United States ¹	Britain	Other Overseas Countries	All Countries	Year	United States ¹	Britain	Other Overseas Countries	All Countries
1942	-180	+1,223	+58	+1,101	1952	-849	+388	+625	+164
1943	-19	+1,149	+76	+1,206	1953	-904	+133	+328	-443
1944	+31	+746	+241	+1,018	1954	-807	+229	+146	-432
1945	+36	+747	+763	+1,546	1955	-1,035	+330	+7	-698
1946	-607	+500	+567	+460	1956	-1,639	+252	+21	-1,366
1947	-1,134	+633	+550	+49	1957	-1,579	+118	+6	-1,455
1948	-393	+486	+358	+451	1958	-1,176	+104	-59	-1,131
1949	-601	+446	+332	+177	1959	-1,230	-13	-287	-1,504
1950	-400	+24	+42	-334	1960	-1,361	+166	-48	-1,243
1951	-951	+223	+211	-517	1961P	-1,386	+182	+222	-982

¹ Includes all net exports of non-monetary gold.