

U.S. dollar and \$4.43 to \$4.47 for sterling. As compared with previous months, the depreciation of the Canadian dollar in terms of United States funds was approximately half as great as that of the pound sterling.

Apart from a minor adjustment on Oct. 15, 1945, when selling rates for U.S. dollars and sterling were lowered to \$1.10½ and \$4.45, respectively, the official rates for the Canadian dollar remained unchanged until July 5, 1946. At that time the rate on the U.S. dollar was restored to par, with buying and selling rates for that currency of \$1.00 to \$1.00½ and for sterling \$4.02 to \$4.04. These rates continued in effect until Sept. 19, 1949 when, following a 30.5-p.c. reduction by Britain in the value of sterling to \$2.80 U.S. (an action which was paralleled in varying degrees by numerous other currencies), Canada returned to the former official rates of \$1.10 and \$1.10½ for United States funds. Sterling was quoted at \$3.07½ and \$3.08½ on the basis of the New York cross rate.

On Sept. 30, 1950, the Minister of Finance announced that official fixed foreign exchange rates which had been in effect at varying levels since 1939 would be withdrawn effective Oct. 2, and that the rate would henceforth be determined in the market for foreign exchange. This policy was carried out within the framework of exchange control until Dec. 14, 1951, at which time the Foreign Exchange Control regulations were revoked by the Governor in Council, terminating the period of exchange control that had prevailed in Canada since 1939. The Foreign Exchange Control Act was repealed in 1952. On May 2, 1962, the Minister of Finance announced that the Canadian dollar was being stabilized at a fixed par value of 92½ cents in terms of United States currency. This action was taken with the concurrence of the International Monetary Fund and, in accordance with the Articles of Agreement of that organization, the Government of Canada undertook to maintain the Canadian exchange rate within a margin of 1 p.c. on either side of the established par value.

The movements of the U.S. dollar in Canadian funds from January 1956 to December 1964 are shown in Table 20.

20.—Price of the United States Dollar in Canada, by Month, 1956-64

NOTE.—Rates published by Bank of Canada. Noon average market rate for business days in period.
(Canadian cents per U.S. dollar)

Month	1956	1957	1958	1959	1960	1961	1962	1963	1964
January.....	99.87	96.07	98.47	96.69	95.31	99.29	104.50	107.71	108.02
February.....	99.91	95.83	98.10	97.49	95.17	98.96	104.88	107.76	108.00
March.....	99.87	95.61	97.73	96.98	95.09	98.73	104.94	107.80	108.05
April.....	99.68	95.97	97.06	96.35	96.29	98.89	104.98	107.68	108.09
May.....	99.18	95.56	96.69	96.29	97.81	98.75	108.23	107.72	108.09
June.....	98.53	95.32	96.18	95.88	98.2*	100.55	108.79	107.82	108.09
July.....	98.18	95.09	96.00	95.74	97.84	103.41	107.89	107.97	108.13
August.....	98.12	94.80	96.46	95.44	96.98	103.15	107.76	108.29	107.87
September.....	97.77	95.92	97.68	95.16	97.25	103.08	107.68	107.98	107.61
October.....	97.32	96.47	97.07	94.77	97.85	103.03	107.60	107.79	107.53
November.....	96.44	96.24	96.83	95.03	97.67	103.57	107.68	107.76	107.39
December.....	96.05	97.74	96.46	95.12	98.24	104.27	107.60	107.93	107.46
Annual Average.....	98.41	95.88	97.06	95.90	96.97	101.32	106.89	107.85	107.86